

# NAMA KHOI LOCAL MUNICIPALITY



## FINAL ANNUAL BUDGET 2013/14 TO 2015/16

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# Nama Khoi Final Budget 2013-14/2015-16

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## **PART 1**

### **1.1 Mayor Report**

The Mayor's Report in Detailed will be presented by the Mayor to Council during the final budget.

### **1.2 EXECUTIVE SUMMARY**

#### **INTRODUCTION AND BACKGROUND**

The purpose of the 2013/14 – 2015/16 MTREF budget is to comply with the MFMA (No 56 of 2003) and is a financial plan to enable the municipality to achieve its vision and mission through the IDP Strategy which is informed by our development agenda and community/stakeholder inputs.

#### **Staff and Budget Structure**

#### **PRESSURES FACING THE MUNICIPALITY**

- Higher levels of expenditure (operating and capital) than revenue received;
- Deteriorating debtors book over the years. Increase in the debtor's book from R32 661 million in June 2011 to R42.8 million in June 2012, representing an increase of 23.6% (R10.1 million) over a twelve (12) months period. Of the indicated outstanding debtor's amount, household consumers constitute 73.1% of the debtor's book.
- Low rate of expenditure on conditional grants experienced by the municipality which resulted to the withholding of part of the equitable share.
- Increasing pressure on the repairs and maintenance budget due to ageing infrastructure and an inherited massive service delivery backlogs to be eradicated.
- The low collection rate impacting on more Provision for bad debt.
- The disclaimer of opinion that the municipality received for the 2009/10, 2010/11 and 2011/2012 financial years, largely as a result of a qualification on Property, Plant & Equipment compliant asset register and lack of supporting documentation.
- The Municipality's infrastructure needs are enormous – the challenge is to balance the demands for service with the available resources.
- Electrification project has putted a strain into the municipal cash flow as municipal own funds were used to fund part of the project.
- Inability to meet our obligation to pay our to 5 creditors creditor's within 30 days
- The ongoing dispute between the Municipality and Sedibeng in respect of 43% increase in 2010/11 water tariff where the Council only allow only 10% to be implemented

#### **SUMMARY OF THE BUDGET**

##### **1.1.1 Medium-term outlook: operating revenue**

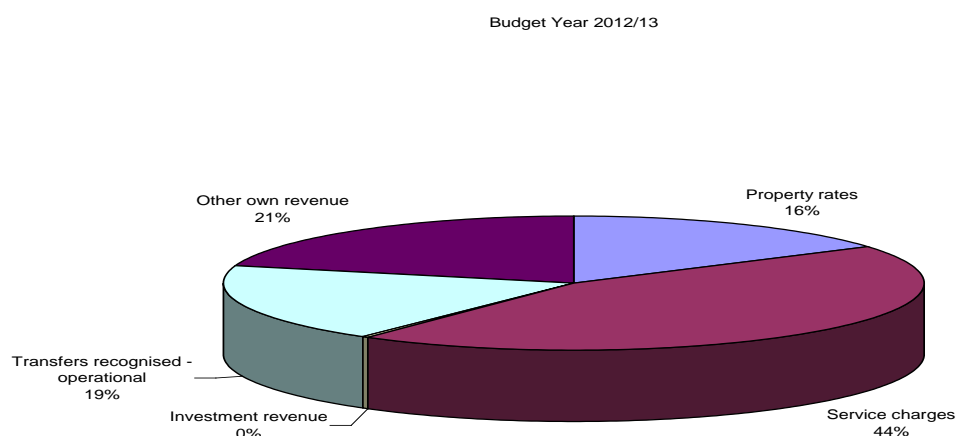
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The following table is a breakdown of the operating revenue over the medium-term:

**Table 1 Breakdown of the operating revenue over the medium-term**

Total Operating Revenue	Budget Year 2012/13	Budget Year +1 2013/14	Budget Year +2 2014/15
Property rates	31,130,241.00	31,714,557.64	36,471,741.29
Service charges	87,667,859.00	92,892,129.58	98,855,922.26
Investment revenue	485,160.00	533,676.00	592,380.36
Transfers recognized - operational	37,621,063.00	41,383,169.30	45,935,317.92
Other own revenue	41,279,901.00	23,594,518.37	20,465,359.31

The following graph is a breakdown of the operational revenue per main category for the 2012/13 financial year.



**Figure 1 Breakdown of operating revenue over the 2012/13 MTREF**

Services charges relating to electricity, water, sanitation and refuse removal constitutes the biggest component of the revenue basket of the Municipality totaling R87 million for the 2012/13 financial year and increasing to R92 million by 2013/14. For the 2011/12 financial year services charges amount to 53 per cent of the total revenue base and grows by 6 per cent per annum over the medium-term. This growth can mainly be attributed to the increase in the bulk prices of electricity and water.

Operational grants and subsidies amount to R37 million, R41 million and R45 million for each of the respective financial years of the MTREF, or 19, 22 and 23 per cent of operating revenue. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF by 22 per cent and 23 per cent for the two outer years. The percentage of the total operational grants and transfers in relation to the total operating revenue is distorted owing to the high increases in revenue relating to services charges.

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Investment revenue contributes marginally to the revenue base of the Municipality with a budget allocation of R 485 thousand, R 533 thousand and R 592 thousand for the respective three financial years of the 2012/13 MTREF. It needs to be noted that these allocations have been conservatively estimated and as part of the cash backing of reserves and provisions. The actual performance against budget will be carefully monitored. Any variances in this regard will be addressed as part of the mid-year review and adjustments budget.

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## 1.3 OPERATING REVENUE

NC062 Nama Khoi - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
<b>Revenue By Source</b>											
Property rates	2	20,096	22,059	22,195	29,919	29,759	29,759	-	34,052	35,891	37,829
Property rates - penalties & collection charges		362	456	597	1,211	1,193	1,193				
Service charges - electricity revenue	2	30,000	32,885	39,707	51,867	51,378	51,378	-	75,393	79,465	83,756
Service charges - water revenue	2	13,588	16,794	17,837	21,789	21,379	21,379	-	29,546	31,141	32,823
Service charges - sanitation revenue	2	4,832	4,939	5,322	6,053	6,053	6,053	-	7,209	7,598	8,008
Service charges - refuse revenue	2	3,892	5,945	6,442	7,959	7,976	7,976	-	10,066	10,610	11,183
Service charges - other											
Rental of facilities and equipment		1,221	1,056	890	1,258	2,397	2,397		33	35	37
Interest earned - external investments		554	716	718	485	663	663		1,999	2,107	2,221
Interest earned - outstanding debtors		779	1,003	1,223	1,224	1,224	1,224		1,244	1,311	1,382
Dividends received						-	-				
Fines		177	178	95	424	424	424		250	264	278
Licences and permits		902	1,010	1,120	1,254	1,254	1,254		1,106	1,165	1,228
Agency services		939	988	1,097	1,206	1,206	1,206		1,206	1,271	1,339
Transfers recognised - operational		65,706	27,291	40,709	37,621	36,359	36,359		37,350	39,367	41,493
Other revenue	2	10,634	4,049	2,902	35,914	27,999	27,999	-	13,361	5,736	6,046
Gains on disposal of PPE											
Total Revenue (excluding capital transfers and contributions)		153,683	119,371	140,853	198,184	189,262	189,262	-	212,815	215,960	227,622

The operating revenue budget is projected at R205 096 million in 2013/14, representing an increase in revenue of R189 262 million (8.37%) from the 2012/13 budget of R15 834 million.

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The allocation for the outer two years of the MTREF period is R215 960 million and R227 622 million respectively. Revenue generated from rates and services charges forms a significant part of the revenue basket of the municipality. Rates and services charges constitutes 76% (2012/13 – 62.2%) of the budgeted revenue (excluding capital grants and transfers) in the 2013/14 budget year.

### **Operating Revenue Budget – Highlights**

#### **Assessment Rates**

Assessment rates revenue grows by 9.38% (R2 922 million) in the 2013/14 budget year to R34 052 million. The increase for the outer years of the MTREF budget is R1 839 million and R1 938 million. The resultant projected income from this source of revenue is R35 891 million and R37 829 million respectively for the two outer years of the MTREF period. The increase in the assessment rates comes as a result of Property Rates Policy tariff increase of 8% per annum, which is to be levied on all ratable properties.

#### **Service Charges**

The projected revenue from service charges increases from R87 668 million (2012/13) budget year to R122 214 million in the 2013/14 budget year. The projected revenue on service charges for the outer two years of the MTREF period is R128 814 million and R135 770 million respectively. The projected growth in service charges revenue is 39.4% (R34, 546 million) for the first year of the MTREF period. The increase for the two outer years of the MTREF period being R6.6 million (5.4%) and R6 956 million (5.4%) respectively.

The contribution of the sale of water on the 2013/14 budget year is R26 351 million (26%) and it includes the proposed water tariffs Average increase of 10% for the 2013/14 budget year with the introduction of stepped tariff. The combined electricity sales grows by 45.8% (2012/13 – R51 680 million) to R75 393 million in the 2013/14 budget year. The electricity percentage contribution to the total revenue budget is 36.75% in 2013/14. The budgeted revenue is based on the proposed tariff increase of 8% on average (2012/13 - 11.03%) with the inclining block tariff being introduced.

#### **Grants and Subsidies**

Included in the budgeted revenue of R205 096 million above, is operating grants of R37 350 million (This includes the MIG, FMG, equitable share). The allocations for the 2013/14 and 2014/15 budget years are R39 367 million and R41 493 million respectively. The grants to be received, constitutes 18% of the budgeted revenue for the 2013/14 budget year.



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NC062 Nama Khoi - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
<b>RECEIPTS:</b>	1, 2									
<u>Operating Transfers and Grants</u>										
<b>National Government:</b>		24,036	29,172	31,586	34,768	34,768	34,768	36,261	37,817	39,299
Local Government Equitable Share		21,765	27,222	28,625	32,468	32,468	32,468	33,821	35,283	36,682
Finance Management		750	1,200	1,450	1,500	1,500	1,500	1,550	1,600	1,650
Municipal Systems Improvement		850	750	790	800	800	800	890	934	967
DWAF:WSACDBP		671								
Integrated National Electricity Program				721						
Other transfers/grants [insert description]										
Regional Bulk Infr Grant										
<b>Provincial Government:</b>		8,535	-	772	6,846	6,846	6,846	1,106	1,165	1,228
Library		579		772	1,176	1,176	1,176	1,106	1,165	1,228
Taxi Rank		826				-	-			
Sport Development						-	-			
Housing		7,129			5,670	5,670	5,670			
Other transfers/grants [insert description]										
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Other grant providers:</b>		900	-	-	4,000	4,000	4,000	-	-	-
DBSA		900								
ACIP					4,000	4,000	4,000			
<b>Total Operating Transfers and Grants</b>	5	33,471	29,172	32,358	45,614	45,614	45,614	37,367	38,982	40,527
<u>Capital Transfers and Grants</u>										
<b>National Government:</b>		27,981	17,979	22,698	22,088	22,088	22,088	28,274	32,185	39,577
Integrated National Electricity Program		20,130	9,979	9,435	1,000	1,000	1,000	12,000	18,200	25,000
Municipal Infrastructure Grant		7,851	8,000	13,263	16,088	16,088	16,088	15,274	13,985	14,577
Municipal Infrastructure Grant (MIG)						-	-			
Municipal Infrastructure Grant (MIG)						-	-			
ACIP					1,000	1,000	1,000	1,000		
					4,000	4,000	4,000			
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
<b>District Municipality:</b>		1,839	4,850	-	-	-	-	-	-	-
Various projects		1,638	4,850							
World Cup 2010 Equipment		200								
<b>Other grant providers:</b>		-	800	-	27,000	27,000	27,000	-	-	-
DBSA										
External Loan			800		27,000	27,000	27,000			
<b>Total Capital Transfers and Grants</b>	5	29,820	23,629	22,698	49,088	49,088	49,088	28,274	32,185	39,577
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		63,291	52,801	55,056	94,702	94,702	94,702	65,641	71,167	80,104

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NC062 Nama Khoi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description  R thousand	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue by Vote</b>	<b>1</b>									
Vote 1 - Municipal Manager		12,530	432	1,408	217	(13)	(13)	534	563	593
Vote 2 - Financial Services		46,796	52,348	50,320	92,924	87,275	87,275	71,759	75,423	79,496
Vote 3 - Corporate Services		2,836	194	1,180	1,390	2,519	2,519	7,972	267	282
Vote 4 - Community Services: Community Development		7,188	7,971	18,772	10,816	10,849	10,849	17,835	18,798	19,813
Vote 5 - Community Services: Public Safety		1,984	2,130	2,168	2,604	2,606	2,606	2,566	2,705	2,851
Vote 6 - Electrical Engineering Services		56,561	34,302	56,206	57,042	56,553	56,553	87,393	79,465	83,756
Vote 7 - Infrastructure, Engineering & Technical Services		25,788	40,881	32,093	33,192	29,473	29,473	53,028	38,739	40,831
Vote 8 - [NAME OF VOTE 8]		-	16,952	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>153,683</b>	<b>155,210</b>	<b>162,147</b>	<b>198,184</b>	<b>189,262</b>	<b>189,262</b>	<b>241,089</b>	<b>215,960</b>	<b>227,622</b>

## PROPOSE TARIFF INCREASE

### Assessment Rates

It is recommended:

**(i) That tariff increase of 8% be implemented from July 2013**

### Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process.

National Treasury's MFMA Circular No. 51 deals, inter alia with the implementation of the Municipal Property Rates Act, with the regulations issued by the Department of Co-operative Governance. These regulations came into effect on 1 July 2009 and prescribe the rate ratio for the non-residential categories, public service infrastructure and agricultural properties relative to residential properties to be 0:25:1. The implementation of these regulations was done in the previous budget process and the Property Rates Policy of the Municipality has been amended accordingly.

The following stipulations in the Property Rates Policy are highlighted:

- 33.3% rebate will be granted to register indigents in terms of the indigent policy. For pensioner's, physically and mentally disabled persons , a maximum/total rebate of 33.3% (calculated on a sliding scale )will be granted to owners of rebate property if the total gross income of the applicant and/or his /her spouse ,if any, does not to exceed the amount.
- In terms of Section 17 of the Local Government: Municipal Property Rates Act, 2004 (Act 6 of 2004 Act, the Municipality shall further grant the following exemptions from rates:
- At least the first R15 000 of the market value of residential properties and properties used for multiple purposes of which one or more components is used for residential purposes, where, in the case of residential properties, the properties referred to shall be vacant or improved properties and shall be zoned as residential and where, in the case of properties used for
- multiple purpose and of which one or more components is used for residential purposes.
- Protected areas, where these areas refer to nature reserves, botanical gardens or national parks provided that the specific area/s is declared a "Protected area" in terms of the Protected Areas Act.
- Mineral rights, where mineral rights refer to structures under the surfaces of the earth related to mineral extraction.
- Property belonging to a land reform beneficiary or his or her heirs, provided that this exclusion lapses ten years from the date on which such beneficiary's title was registered in the office of the Registrar of Deeds. It will be phased in over four financial years.
- Properties registered in the name of and primarily used for religious purposes, including the official residence occupied by the officiating office bearer. The exclusion from rates shall lapse subject to specific conditions as pertained in the municipality's Property Rates Policy.

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- The ratable property concerned must be registered in the name of the applicant.
- The municipality may grant rebates to organizations that promotes local, social and economic development subject to specific conditions as pertained in the municipality's Property Rates Policy

The categories of rate-able properties for purposes of levying rates and the proposed rates for the 2013/14 financial year based on a 10 per cent increase from 1 July 2013 is contained below:

**Table 2 Comparison of proposed rates to levied for the 2013/14 financial year**

Category	Current Tariff (1 July 2012)	Proposed tariff (from 1 July 2013)
	<b>C</b>	<b>C</b>
Residential properties	0.01498	0.01617
State owned properties	0.01578	0.01704
Business & Commercial	0.01578	0.01704
Agricultural	0.00058	0.00062
Vacant land		
Municipal rateable		
Industrial	0.01578	0.01704
Non-permitted use		
Public benefit organisation properties	0.01498	0.01617

### **Sale of Water and Impact of Tariff Increases**

South Africa faces similar challenges with regard to water supply as it did with electricity, since demand growth outstrips supply. Consequently, National Treasury is encouraging all municipalities to carefully review the level and structure of their water tariffs to ensure:

- Water tariffs are fully cost-reflective – including the cost of maintenance and renewal of purification plants, water networks and the cost associated with reticulation expansion;
- Water tariffs are structured to protect basic levels of service and ensure the provision of free water to the poorest of the poor (indigent); and
- Water tariffs are designed to encourage efficient and sustainable consumption.

In addition National Treasury has urged all municipalities to ensure that water tariff structures are cost reflective by 2014.

Better maintenance of infrastructure, new dam construction and cost-reflective tariffs will ensure that the supply challenges are managed in future to ensure sustainability. Sedibeng has increased its bulk tariffs with 8.5 per cent from 1 July 2013.

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A summary of the proposed tariffs for households (residential) and non-residential are as follows:

**Table 3 Proposed Water Tariffs**

CATEGORY	CURRENT TARIFFS 2012/13	PROPOSED TARIFFS 2013/14
	Rand per kℓ	Rand per kℓ
<b>INDIGENT</b>		
<b>SUBSIDISED</b>		
(i) 1 to 6 kℓ	11.69	11.69
(ii) 7 to 15 kℓ	11.69	11.69
<b>RESIDENTIAL</b>		
(i) 1 to 6 kℓ per 30-day period	11.69	12.74
(ii) 7 to 15 kℓ per 30-day period	11.69	12.86
(iii) 16 to 30 kℓ per 30-day period	13.16	14.67
(iv) 31 to 60 kℓ per 30-day period	14.63	16.53
(v) 61< kℓ per 30-day period	14.63	16.97
<b>NON-RESIDENTIAL</b>		
(i) 1 to 6 kℓ per 30-day period	40.34	43.97
(ii) 7 to 15 kℓ per 30-day period	40.34	44.37
(iii) 16 to 30 kℓ per 30-day period	40.34	44.98
(iv) 31 to 60 kℓ per 30-day period	40.34	45.58
(v) 61< kℓ per 30-day period	40.34	46.79

The following table shows the impact of the proposed increases in water tariffs on the water charges for a single dwelling-house:

**Table 4 Comparison between current water charges and increases (Domestic)**

Monthly consumption kℓ	Current amount Payable R	Proposed amount payable R	Difference (Increase) R	Percentage change
<b>20</b>	58.45	63.70	8,25	10.11%
<b>30</b>	372.75	412.23	18,29	10.59%
<b>40</b>	519.05	577.53	29,37	11.27%
<b>50</b>	665.35	742.83	41,81	11.64%
<b>80</b>	1104.25	1247.53	79,21	12.98%
<b>100</b>	1396.85	1586.93	105,41	13.61%

The tariff structure of the 2012/13 financial year has been changed. The tariff structure is designed to charge higher levels of consumption a higher rate, steadily increasing to a rate of R16.97 per kilolitre for consumption in excess of 61kℓ per 30 day period.

### **Sale of Electricity and Impact of Tariff Increases**

The Eskom price increase of bulk electricity supplied to municipalities will increase by 8 per cent on 1 July 2013. NERSA approved an annual 8 per cent increase in the bulk price of electricity in terms of the third multi-year price determination application applicable for the period 2013/14 to 2017/18. The full media statement detailing NERSA's decision to approve an 8 per cent increase can be accessed at: [www.nersa.org.za](http://www.nersa.org.za).

Considering the Eskom increases, the consumer tariff had to be increased by 8 per cent to offset the additional bulk purchase cost from 1 July 2012. NERSA has approved a guideline increase of 8%. Furthermore, it should be noted that given the magnitude of the tariff increase, it is expected to depress growth in electricity consumption, which will have a negative impact on the municipality's revenue from electricity.

The following table shows the impact of the proposed increases in electricity tariffs on the water charges for domestic customers:

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**Table 5 Comparison between current electricity charges and increases (Domestic) tariffs 2013/14**

1.3	Domestic Conventional (IBT) (Summer) 201213					Domestic Conventional (IBT) (Summer) 201314							
	Assumed usage		800			Assumed usage		800					
		Size	Usage		Tariff (/kWh)			Size	Usage		Tariff (/kWh)		
	Block 1	50	50	750	96.00	48.00	Block 1	50	50	750	96.00	48.00	0.0%
	Block 2	350	300	450	96.00	288.00	Block 2	350	300	450	99.00	297.00	3.1%
	Block 3	600	250	200	96.00	240.00	Block 3	600	250	200	106.00	265.00	10.4%
	Block 4	3000	200	0	96.00	192.00	Block 4	3000	200	0	113.00	226.00	17.7%
	Sub-total					768.00	Sub-total					836.00	
	Basic Charge					130.55	Basic Charge					138.00	5.7%
	Total Charge for the Month					898.55	Total Charge for the Month					974	
	Average Tariff					112.32	Average Tariff					121.75	8.4%
	Energy					96.00	Energy					104.50	
	Domestic Conventional (IBT) (Winter) 201213						Domestic Conventional (IBT) (Winter) 201314						
Assumed usage		800				Assumed usage		800					
	Size	Usage		Tariff (/kWh)			Size	Usage		Tariff (/kWh)			
Block 1	50	50	750	96.00	48.00	Block 1	50	50	750	99.00	49.50	3.1%	
Block 2	350	300	450	96.00	288.00	Block 2	350	300	450	102.00	306.00	6.3%	
Block 3	600	250	200	96.00	240.00	Block 3	600	250	200	112.00	280.00	16.7%	
Block 4	3000	200	0	96.00	192.00	Block 4	3000	200	0	117.00	234.00	21.9%	
Sub-total					768.00	Sub-total					869.50		
Basic Charge					130.55	Basic Charge					138.00	5.7%	
Total Charge for the Month					898.55	Total Charge for the Month					1 008		
Average Tariff					112.32	Average Tariff					125.94	12.1%	
Energy					96.00	Energy					108.69	13.2%	
Overall Average tariff					112.32	Overall Average tariff					122.80	9.3%	
Overall Energy tariff					96.00	Overall Energy tariff					105.55	9.9%	

1.4	Domestic Conventional (>40kVA) (Summer) 201213					Domestic Conventional (>40kVA) (Summer) 201314							
	Assumed usage		2000			Assumed usage		2000					
		Size	Usage		Tariff (/kWh)			Size	Usage		Tariff (/kWh)		
	Energy	50000	2000	0	96.00	1 920.00	Block 1	50000	2000	0	104.50	2 090.00	8.9%
	Basic Charge					130.55	Basic Charge					150.00	14.9%
	Total Charge for the Month					2 050.55	Total Charge for the Month					2 240.00	
	Average Tariff					102.53	Average Tariff					112.00	9.2%
	Energy					96.00	Energy					104.50	
	Domestic Conventional (>40kVA) (Winter) 201213						Domestic Conventional (>40kVA) (Winter) 201314						
	Assumed usage		2000				Assumed usage		2000				
		Size	Usage		Tariff (/kWh)			Size	Usage		Tariff (/kWh)		
	Block 1	5000	2000	0	96.00	1 920.00	Block 1	5000	2000	0	108.69	2 173.75	13.2%
	Basic Charge					130.55	Basic Charge					150.00	14.9%
Total Charge for the Month					2 050.55	Total Charge for the Month					2 324		
Average Tariff					102.53	Average Tariff					116.19	13.3%	
Energy					96.00	Energy					108.69	13.2%	
Overall Average tariff					102.53	Overall Average tariff					113.05	10.3%	
Overall Energy Average tariff					96.00	Overall Energy Average tariff					105.55	9.9%	

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It should further be noted that NERSA has advised that a stepped tariff structure needs to be implemented from 1 July 2013. The effect thereof will be that the higher the consumption, the higher the cost per kWh. The aim is to subsidise the lower consumption users (mostly the poor). The Municipality has entered into discussions with NERSA regarding the suitability of the NERSA proposed stepped tariffs compared to those already being implemented by the Municipality already.

The inadequate electricity bulk capacity and the impact on service delivery and development remains a challenge for the Municipality. The upgrading of the Municipality's electricity network has therefore become a strategic priority, especially the substations and transmission lines.

Owing to the high increases in Eskom's bulk tariffs, it is clearly not possible to fund these necessary upgrades through increases in the municipal electricity tariff – as the resultant tariff increases would be unaffordable for the consumers. It is therefore proposed that the taking up of loans as a strategy for funding of the infrastructure be considered and approved to spread the burden over the life span of the assets.

### **Sanitation and Impact of Tariff Increases**

A new tariff structure is proposed for sanitation as from 1 July 2013. This is based on the input cost assumptions related to water. It should be noted that electricity costs contributes approximately 20 per cent of waste water treatment input costs, therefore the higher than CPI increase of 10 per cent for sanitation tariffs. The following factors also contribute to the proposed tariff increase:

- Sanitation charges are calculated according to the percentage water discharged as indicated in the table below;
- Free sanitation (98 per cent of 6 kℓ water) will be applicable to registered indigents; and
- The total revenue expected to be generated from rendering this service amounts to R7 209 million for the 2013/14 financial year.

The following table compares the current and proposed tariffs:



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**Table 6 Comparison between current sanitation charges and increases-Domestic**

**NB-The current tariff (2012/13) is a fixed amount of R 55.88**

CATEGORY	PROPOSED TARIFF 2013/14	
	per cent DISCHARGED	TARIFF PER kℓ
		R
1 – 6 kℓ per 30-day period	98	12.12
7 – 15 kℓ per 30-day period	90	9.00
16 – 30 kℓ per 30-day period	75	8.81
31 – 60 kℓ per 30-day period	60	3.31
61 < kℓ per 30-day period	52	3.39

The following table shows the impact of the proposed increases in sanitation tariffs on the sanitation charges for a single dwelling-house:

**Table 7 Comparison between current sanitation charges and increases, single dwelling-houses**

Monthly sanitation consumption kℓ	Current amount Payable R	Proposed amount Payable R	Difference R
5	55.88	60.60	4.72
10	55.88	108.72	52.84
20	55.88	197.77	141.89
30	55.88	285.87	229.99
40	55.88	318.97	263.09
50	55.88	352.07	296.19
80	55.88	452.97	397.09
100	55.88	520.77	464.89

### Waste Removal and Impact of Tariff Increases

It is recommended:

- (a) Residential properties with a value of R40 000,00 or less are exempted
- (b) Refuse Removal Tariffs:
  - (i) That, the refuse removal tariffs for 2013/14 be applicable from the consumer month of July 2013;

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- (ii) That the following charges and prices, excluding VAT, in connection with the supply of refuse removal services are submitted for approval.

The following table compares current and proposed amounts payable from 1 July 2013:

**Table 8 Comparison between current waste removal fees and increases**

	Current amount payable R	Proposed amount payable R	Difference increase
0-300	49.85	40.00	-9.85
301-600	49.85	55.00	5.15
601-900	49.85	70.00	20.15
901-2000	49.85	100.00	50.15
2000>	49.85	120.00	70.15

Business tariffs to be increased by 5.6% from the current status (2012/13)

### **Overall impact of tariff increases on households**

The following table shows the overall expected impact of the tariff increases on a large and small household, as well as an indigent household receiving free basic services.

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## 1.4 OPERATING EXPENDITURE

The operating expenditure budget increased from R180 456 million in 2012/13 to R205 313 million (representing an increase of 13.77% (R24 857)) in 2013/14, R215 960 million and R227 622 million respectively for the outer two years of the MTREF period. The following table is a high level summary of the MTREF budget 2012/13 to 2014/15 (classified per main type of operating expenditure):

NC062 Nama Khoi - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
Expenditure By Type											
Employee related costs	2	37,834	41,213	53,431	56,940	58,856	58,856	-	68,788	72,641	76,708
Remuneration of councillors		3,581	3,739	4,227	4,288	4,533	4,533		4,444	4,693	4,956
Debt impairment	3	2,191	6,082	8,356	2,245	2,245	2,245		2,943	3,108	3,282
Depreciation & asset impairment	2	12,708	630	857	7,103	7,103	7,103	-	5,103	7,973	8,404
Finance charges		2,779	3,413	3,572	1,504	1,504	1,504		2,044	2,158	2,279
Bulk purchases	2	39,920	49,486	58,042	66,803	66,803	66,803	-	72,544	76,606	80,896
Other materials	8		7,404	6,248	13,591	10,741	10,741		10,672	11,270	11,901
Contracted services		983	708	1,329	124	500	500	-	100	106	112
Transfers and grants		13,569	34,897	9,872	-	-	-	-	6,226	-	-
Other expenditure	4, 5	20,602	12,774	15,450	26,748	28,170	28,170	-	32,449	36,995	39,083
Loss on disposal of PPE											
Total Expenditure		134,165	160,346	161,384	179,348	180,456	180,456	-	205,313	215,549	227,620
Surplus/(Deficit)		19,518	(40,975)	(20,531)	18,836	8,806	8,806	-	7,502	411	2
Transfers recognised - capital			35,840	21,294					28,274		
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets									-		
		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2
Surplus/(Deficit) after capital transfers & contributions											

### **Operating Expenditure Budget - Highlights**

The following are the highlights of the operating expenditure budget:

#### **Personnel Costs**

Personnel costs grew by 16.88% (R9 million) based on the 2012/13 approved budget of R63 389 million to R73 232 million in 2013/14. This expenditure category constitutes 36% of the operating budget. The allocation for the two outer years of the MTREF period is R77 992 million and R83 061 million respectively. Directorates will have to bid for the filling of positions (vacant and new) whereupon they will be filled based on merit and their impact on service delivery, as will be agreed to by the Executive Management Team. Costs of the posts to be filled will then be allocated to the appropriate vote numbers at regular intervals.

#### **General Expenditure**

The decrease in the general expenditure line item is projected at 9.87% (R2.7 million) to R30.9 million in the 2013/14 budget year. The allocation for the two outer years of the MTREF period is R44.7million and R47.1million respectively.

#### **Bulk purchases**

Bulk purchases (water and electricity) grew by 8% (R5 740 million) against the 2012/13 budget to the proposed amount of R72 544 million for the 2013/14 budget year. The allocation for the two outer years of the MTREF period is R76 461 million and R80 590 million respectively. Bulk purchases takes up approximately 40% of the operating budget for 2013/14. Electricity contribution to the bulk purchases costs is R50 748 million (2012/13 – R46 989 million). The increase in the electricity purchases costs is R3 759 million (8%) and the electricity purchases constitutes 35% of the operating expenditure budget. The bulk electricity purchases allocation for the two outer years of the MTREF period is R53 488 million and R56 377 million respectively. The water purchases costs for the 2013/14 budget year is R21 795 million (2012/13 – R19 814 million) for both the raw water purchases and purified water purchases from the service authority. The allocation for the two outer years of the MTREF period is R22 972 million and R24 213 million respectively.

#### **Interest on External Borrowing**

Interest on external borrowing budget is R512 thousand for the 2013/14 budget year, representing a growth rate of 17% (R17 thousand). The allocation for the two outer years of the MTREF period is R529 thousand and R557 thousand respectively.

#### **Repairs and Maintenance**

Repairs and maintenance decrease 0.64% (R69 thousand) on the 2012/13 approved budget (R10 741 million) to a new budgetary allocation of R10 472 million during the 2013/14 budget year. The allocation for the two outer years of the MTREF period is R10.9 million and R11.5 million respectively.

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### Infrastructural Assets

The bulk of the repairs and maintenance budget, say 88.4% is to be spent mainly on the infrastructural assets in 2013/14 budget year. The allocation on this category has been decreased by R5.7 million on the 2013/14 budget to a new amount of R6.4 million in 2013/14. The allocation for the two outer years of the MTREF period is R6.7 million and R7 million respectively. The breakdown on the maintenance budget on the infrastructure assets is as follows:

**Table R&M**

Description	2012/2013	2013/2014
<b>INFRASTRUCTURAL ASSETS</b>		
Roads	R 2 000 000	R 1 250 000
Water	R 2 850 000	R 1 000 000
Sewerage	R2 000 000	R 850 000
Refuse Removal	R 3 700 000	
Other, workshops, etc	R 730 000	R 1 900 000
Electricity		R 1 400 000
<b>Total</b>	<b>R 11 280 000</b>	<b>R 6 400 000</b>

### Transfer to Bad Debts Reserves

Transfer to bad debts reserves has been increased by 15.8% (R355 thousand) to R2.6 million in 2013/14 from a base amount of R 2 245 million in 2012/13. The outlook in the provision amount for the two outer years of the MTREF period is R7 973 million and R8 404 million respectively. The increase in the transfers to bad debts reserves is mainly to make adequate debts impairment provision as a result on the increasing municipal debts book.

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NC062 Nama Khoi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>										
<b>Expenditure by Vote to be appropriated</b>	1									
Vote 1 - Municipal Manager		23,408	11,807	29,929	15,504	15,315	15,315	18,315	19,340	20,423
Vote 2 - Financial Services		13,240	43,995	12,782	29,746	30,138	30,138	28,115	29,690	31,353
Vote 3 - Corporate Services		8,190	9,958	11,083	10,338	13,560	13,560	19,059	18,865	19,921
Vote 4 - Community Services: Community Development		13,125	10,670	15,128	13,297	13,868	13,868	20,842	22,009	23,241
Vote 5 - Community Services: Public Safety		3,261	3,575	4,606	5,330	6,148	6,148	6,648	7,021	7,414
Vote 6 - Electrical Engineering Services		31,055	39,002	51,544	54,851	54,608	54,608	60,935	64,348	67,951
Vote 7 - Infrastructure, Engineering & Technical Services		41,886	41,340	36,311	50,282	46,819	46,819	51,399	54,277	57,317
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	134,165	160,346	161,384	179,348	180,456	180,456	205,313	215,549	227,620
<b>Surplus/(Deficit) for the year</b>	2	19,518	(5,135)	763	18,836	8,806	8,806	35,776	411	2

# Nama Khoi Final Budget 2013-14/2015-16

## 1.5 CAPITAL BUDGET

The capital budget has declined by R26 946 million (44%) for the 2013/14 financial year to R35 364 million as compared to the Adjustment budget of R62 310 million for the 2012/13 period. The projected capital expenditure budget for the two (2) outer years of the MTREF period has been set at R32 185 million and R39 577 million respectively.

The Capital Budget is funded mainly out of two sources, namely capital grants from National Government and own funded projects. Grants and subsidies from all spheres of government contribute 80% of the current year's budget funding.

NC062 Nama Khoi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Capital Expenditure - Standard</b>											
<i>Governance and administration</i>		2,480	2,593	749	9,350	7,770	7,770	-	4,000	4,216	4,444
Executive and council		657		734	6,590	5,970	5,970				
Budget and treasury office		789	2,593	13		-	-				
Corporate services		1,034		1	2,760	1,800	1,800		4,000	4,216	4,444
<i>Community and public safety</i>		506	-	5,123	7,200	4,008	4,008	-	265	217	229
Community and social services		228		3,000	1,200	-	-				
Sport and recreation		270		2,123	6,000	4,008	4,008		265	217	229
Public safety		8				-					
Housing						-					
Health						-					
<i>Economic and environmental services</i>		3,987	-	1,080	11,100	10,178	10,178	-	16,324	17,153	18,079
Planning and development						-	-		16,324	17,153	18,079
Road transport		3,987		1,080	11,100	10,178	10,178				
Environmental protection						-	-				
<i>Trading services</i>		30,024	-	15,947	39,660	40,354	40,354	-	15,040	(63,866)	(67,314)
Electricity		23,291		11,150	30,240	30,452	30,452		12,240	(66,817)	(70,425)
Water		6,703		119	120	2,526	2,526				
Waste water management		30		4,678	8,300	7,376	7,376		1,200	1,265	1,333
Waste management				-	1,000	-	-		1,600	1,686	1,777
<i>Other</i>									385	63	66
<b>Total Capital Expenditure - Standard</b>	3	36,997	2,593	22,899	67,310	62,310	62,310	-	36,014	(42,217)	(44,497)
<b>Funded by:</b>											
National Government		27,202		22,899	22,758	21,998	21,998		28,274	29,801	31,410
Provincial Government					5,000	5,760	5,760				
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	27,202	-	22,899	27,758	27,758	27,758	-	28,274	29,801	31,410
Public contributions & donations	5		2,533								
Borrowing	6	6,504	60		27,000	27,000	27,000				
Internally generated funds		3,290			12,552	7,552	7,552		7,719	8,136	8,575
<b>Total Capital Funding</b>	7	36,997	2,593	22,899	67,310	62,310	62,310	-	35,993	37,937	39,985

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## SUMMARY OF THE BUDGET

The projected financial outcome of this budget at the end of the 2013/14 budget year can be summarized as follows (See table A1):

NC062 Nama Khoi - Table A1 Budget Summary

Description	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Financial Performance</b>										
Property rates	20,458	22,516	22,792	31,130	30,951	30,951	–	34,052	35,891	37,829
Service charges	52,313	60,563	69,308	87,668	86,786	86,786	–	122,214	128,814	135,770
Investment revenue	554	716	718	485	663	663	–	1,999	2,107	2,221
Transfers recognised - operational	65,706	27,291	40,709	37,621	36,359	36,359	–	37,350	39,367	41,493
Other own revenue	14,652	8,284	7,326	41,280	34,504	34,504	–	17,200	9,782	10,310
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>153,683</b>	<b>119,371</b>	<b>140,853</b>	<b>198,184</b>	<b>189,262</b>	<b>189,262</b>	<b>–</b>	<b>212,815</b>	<b>215,960</b>	<b>227,622</b>
Employee costs	37,834	41,213	53,431	56,940	58,856	58,856	–	68,788	72,641	76,708
Remuneration of councillors	3,581	3,739	4,227	4,288	4,533	4,533	–	4,444	4,693	4,956
Depreciation & asset impairment	12,708	630	857	7,103	7,103	7,103	–	5,103	7,973	8,404
Finance charges	2,779	3,413	3,572	1,504	1,504	1,504	–	2,044	2,158	2,279
Materials and bulk purchases	39,920	56,891	64,290	80,395	77,544	77,544	–	83,216	87,876	92,797
Transfers and grants	13,569	34,897	9,872	–	–	–	–	6,226	–	–
Other expenditure	23,775	19,563	25,135	29,118	30,916	30,916	–	35,492	40,208	42,476
<b>Total Expenditure</b>	<b>134,165</b>	<b>160,346</b>	<b>161,384</b>	<b>179,348</b>	<b>180,456</b>	<b>180,456</b>	<b>–</b>	<b>205,313</b>	<b>215,549</b>	<b>227,620</b>
<b>Surplus/(Deficit)</b>	<b>19,518</b>	<b>(40,975)</b>	<b>(20,531)</b>	<b>18,836</b>	<b>8,806</b>	<b>8,806</b>	<b>–</b>	<b>7,502</b>	<b>411</b>	<b>2</b>
Transfers recognised - capital	–	35,840	21,294	–	–	–	–	28,274	–	–
Contributions recognised - capital & contributed assets	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>19,518</b>	<b>(5,135)</b>	<b>763</b>	<b>18,836</b>	<b>8,806</b>	<b>8,806</b>	<b>–</b>	<b>35,776</b>	<b>411</b>	<b>2</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) for the year</b>	<b>19,518</b>	<b>(5,135)</b>	<b>763</b>	<b>18,836</b>	<b>8,806</b>	<b>8,806</b>	<b>–</b>	<b>35,776</b>	<b>411</b>	<b>2</b>
<b>Capital expenditure &amp; funds sources</b>										
Capital expenditure	36,997	2,593	22,899	67,310	62,310	62,310	–	36,014	(42,217)	(44,497)
Transfers recognised - capital	27,202	–	22,899	27,758	27,758	27,758	–	28,274	29,801	31,410
Public contributions & donations	–	2,533	–	–	–	–	–	–	–	–
Borrowing	6,504	60	–	27,000	27,000	27,000	–	–	–	–
Internally generated funds	3,290	–	–	12,552	7,552	7,552	–	7,719	8,136	8,575
<b>Total sources of capital funds</b>	<b>36,997</b>	<b>2,593</b>	<b>22,899</b>	<b>67,310</b>	<b>62,310</b>	<b>62,310</b>	<b>–</b>	<b>35,993</b>	<b>37,937</b>	<b>39,985</b>
<b>Financial position</b>										
Total current assets	31,932	45,021	29,861	95,769	95,769	95,769	–	51,602	2,292	2,413
Total non current assets	370,420	371,892	389,249	439,400	439,400	439,400	–	408,787	436,240	459,797
Total current liabilities	34,054	45,677	62,962	18,204	18,204	18,204	–	56,568	8,829	9,305
Total non current liabilities	25,744	25,953	30,913	29,078	29,078	29,078	–	30,913	32,582	34,342
Community wealth/Equity	342,554	345,284	325,236	397,669	397,669	397,669	–	325,236	342,798	361,309
<b>Cash flows</b>										
Net cash from (used) operating	41,268	15,692	21,606	45,456	26,564	26,564	–	24,187	27,037	33,105
Net cash from (used) investing	(36,139)	(2,582)	(22,861)	(67,370)	(54,818)	(54,818)	–	(28,274)	(32,185)	(39,577)
Net cash from (used) financing	(868)	(2,094)	(1,268)	23,912	23,912	23,912	–	(512)	(529)	(557)
<b>Cash/cash equivalents at the year end</b>	<b>9,080</b>	<b>20,096</b>	<b>17,573</b>	<b>6,880</b>	<b>539</b>	<b>539</b>	<b>4,882</b>	<b>772</b>	<b>(4,905)</b>	<b>(11,934)</b>
<b>Cash backing/surplus reconciliation</b>										
Cash and investments available	9,231	16,009	17,561	8,640	8,640	8,640	–	20,772	811	853
Application of cash and investments	3,045	8,503	40,936	(72,191)	(60,818)	(60,818)	–	18,893	–	–
<b>Balance - surplus (shortfall)</b>	<b>6,186</b>	<b>7,506</b>	<b>(23,375)</b>	<b>80,831</b>	<b>69,458</b>	<b>69,458</b>	<b>–</b>	<b>1,878</b>	<b>811</b>	<b>853</b>
<b>Asset management</b>										
Asset register summary (WDV)	345,297	344,349	383,301	450,383	450,383	450,383	479,209	479,209	499,144	520,538
Depreciation & asset impairment	12,708	630	857	7,103	7,103	7,103	5,103	5,103	7,973	8,404
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	–	–	9,048	11,280	11,280	11,280	6,253	6,253	6,590	6,946
<b>Free services</b>										
Cost of Free Basic Services provided	–	390	774	7,912	7,912	7,912	6,226	6,226	–	–
Revenue cost of free services provided	–	1,410	828	10,028	10,028	10,028	–	–	–	–
<b>Households below minimum service level</b>										
Water:	–	0	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	1	4	0	0	0	0	0	–	–
Energy:	–	2	–	–	–	–	–	–	–	–
Refuse:	–	1	–	–	–	–	–	–	–	–



## Nama Khoi Final Budget 2013-14/2015-16

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Table A1 is a budget summary and provides a concise overview of the municipalities budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).

2. The table provides an overview of the amount approved by council for operating performance, resources deployed to capital expenditure, financial positions, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.

3. Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:

- a. The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
- b. Capital expenditure is balanced by capital funding sources, of which
  - i. Transfers recognized is reflected on the Financial Performance Budget
  - ii. Borrowing is incorporated in the net cash from financing on the Cash Flow Budget
  - iii. Internally generated funds are financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow remains, and is improving indicates that the necessary cash resources are available to fund the Capital Budget.

4. The Cash backing/surplus reconciliation shows that in previous financial years the municipality was not paying much attention to managing this aspect of its finances, and consequently was not paying much attention to managing this aspect of its finances, and consequently many of its obligations are not cash-backed. These places the municipality in a very vulnerable financial position, as the recent slow-down in revenue collections highlighted. Consequently Council has taken a deliberate decision to ensure adequate cash-backing for all material obligations with the development of the final Funding and Reserves Policy. This cannot be achieved in one financial year. The municipality is to strive to have all of its reserves to be backed up by cash in the medium to long term period.

## 1.6 BUDGET RESOLUTIONS

### Council Resolutions

On 27 June 2013 the Council of Nama Khoi Local Municipality met in the Council Chambers of Nama Khoi Municipality to consider the final annual budget of the municipality for the financial year 2013/14. The Council approved and adopted the following resolutions:

The Council of Nama Khoi Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) table:

The final annual budget of the municipality for the financial year 2013/14 and the multi-year and single-year capital appropriations as set out in the following tables:

Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table A2 on page

Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table A3 on page;

Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table A4 on page

Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5 on page

The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:

Budgeted Financial Position as contained in Table A 6 on page;

Budgeted Cash Flows as contained in Table A 7

Cash backed reserves and accumulated surplus reconciliation as contained in Table A8

Asset management as contained in Table A 9

Basic service delivery measurement as contained in Table A10

## Nama Khoi Final Budget 2013-14/2015-16

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The Council of Nama Khoi Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2013:

Cash Management and Investment Policy

Indigent Policy

Tariff Policy

Credit and Debt Collection Policy

Supply Chain Management Policy

Property Rates Policy

The Mayor of Nama Khoi Local Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) tables with effect from 1 July 2013 the tariffs for other services.

# Nama Khoi Final Budget 2013-14/2015-16

## 1.7 FINAL BUDGET TABLES

NC062 Nama Khoi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
Revenue - Standard										
Governance and administration		62,162	52,974	52,908	94,531	89,780	89,780	80,266	76,254	80,371
Executive and council		12,530	432	1,408	217	(13)	(13)	534	563	593
Budget and treasury office		46,796	52,348	50,320	92,924	87,275	87,275	71,759	75,423	79,496
Corporate services		2,836	194	1,180	1,390	2,519	2,519	7,972	267	282
Community and public safety		4,438	4,003	14,356	4,968	4,983	4,983	9,473	9,984	10,523
Community and social services		1,470	1,735	10,230	2,161	2,173	2,173	6,833	7,202	7,591
Sport and recreation		972	133	1,951	203	203	203	73	77	82
Public safety		1,984	2,130	2,168	2,604	2,606	2,606	2,566	2,705	2,851
Housing		-	-	-	-	-	-	-	-	-
Health		13	5	9	-	-	-	-	-	-
Economic and environmental services		3,311	91	1,480	31	31	31	16,274	-	-
Planning and development		732	-	-	-	-	-	-	-	-
Road transport		2,579	91	1,480	31	31	31	16,274	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		83,674	97,994	93,262	98,162	93,970	93,970	134,214	128,814	135,770
Electricity		56,561	34,302	56,206	57,042	56,553	56,553	87,393	79,465	83,756
Water		20,399	16,952	21,500	23,775	23,389	23,389	29,546	31,141	32,823
Waste water management		2,810	40,789	9,113	9,385	6,053	6,053	7,209	7,598	8,008
Waste management		3,905	5,950	6,443	7,959	7,976	7,976	10,066	10,610	11,183
Other	4	97	148	140	492	498	498	863	909	958
Total Revenue - Standard	2	153,683	155,210	162,147	198,184	189,262	189,262	241,089	215,960	227,622
Expenditure - Standard										
Governance and administration		44,838	65,759	53,793	55,587	59,011	59,011	65,489	67,895	71,697
Executive and council		23,408	11,807	29,929	15,504	15,341	15,341	18,315	19,340	20,423
Budget and treasury office		13,240	43,995	12,782	29,746	30,138	30,138	28,115	28,429	30,021
Corporate services		8,190	9,958	11,083	10,338	13,531	13,531	19,059	20,126	21,253
Community and public safety		8,448	8,461	10,650	9,963	10,637	10,637	16,135	17,038	17,992
Community and social services		2,411	4,219	4,039	3,455	3,218	3,218	9,466	9,997	10,556
Sport and recreation		2,511	486	1,873	1,178	1,271	1,271	20	21	22
Public safety		3,261	3,575	4,606	5,330	6,148	6,148	6,648	7,021	7,414
Housing		-	-	-	-	-	-	-	-	-
Health		264	182	132	-	-	-	-	-	-
Economic and environmental services		13,046	9,346	8,031	15,376	12,110	12,110	9,126	9,637	10,177
Planning and development		819	-	-	-	-	-	-	-	-
Road transport		12,227	9,346	8,031	15,376	12,110	12,110	9,126	9,637	10,177
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		66,996	76,628	88,639	98,216	98,267	98,267	113,831	120,205	126,937
Electricity		31,055	39,002	51,544	54,851	54,608	54,608	60,935	64,348	67,951
Water		21,208	19,090	21,393	25,466	25,527	25,527	34,057	35,964	37,978
Waste water management		8,450	12,904	6,887	9,441	9,182	9,182	8,215	8,676	9,161
Waste management		6,282	5,632	8,815	8,458	8,951	8,951	10,623	11,218	11,846
Other	4	838	151	270	206	431	431	10,623	11,218	11,846
Total Expenditure - Standard	3	134,165	160,346	161,384	179,348	180,456	180,456	215,204	225,994	238,649
Surplus/(Deficit) for the year		19,518	(5,135)	763	18,836	8,806	8,806	25,886	(10,033)	(11,027)

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description  R thousand	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue by Vote</b>	<b>1</b>									
Vote 1 - Municipal Manager		12,530	432	1,408	217	(13)	(13)	534	563	593
Vote 2 - Financial Services		46,796	52,348	50,320	92,924	87,275	87,275	71,759	75,423	79,496
Vote 3 - Corporate Services		2,836	194	1,180	1,390	2,519	2,519	7,972	267	282
Vote 4 - Community Services: Community Development		7,188	7,971	18,772	10,816	10,849	10,849	17,835	18,798	19,813
Vote 5 - Community Services: Public Safety		1,984	2,130	2,168	2,604	2,606	2,606	2,566	2,705	2,851
Vote 6 - Electrical Engineering Services		56,561	34,302	56,206	57,042	56,553	56,553	87,393	79,465	83,756
Vote 7 - Infrastructure, Engineering & Technical Services		25,788	40,881	32,093	33,192	29,473	29,473	53,028	38,739	40,831
Vote 8 - [NAME OF VOTE 8]		-	16,952	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>153,683</b>	<b>155,210</b>	<b>162,147</b>	<b>198,184</b>	<b>189,262</b>	<b>189,262</b>	<b>241,089</b>	<b>215,960</b>	<b>227,622</b>
<b>Expenditure by Vote to be appropriated</b>	<b>1</b>									
Vote 1 - Municipal Manager		23,408	11,807	29,929	15,504	15,315	15,315	18,315	19,340	20,423
Vote 2 - Financial Services		13,240	43,995	12,782	29,746	30,138	30,138	28,115	29,690	31,353
Vote 3 - Corporate Services		8,190	9,958	11,083	10,338	13,560	13,560	19,059	18,865	19,921
Vote 4 - Community Services: Community Development		13,125	10,670	15,128	13,297	13,868	13,868	20,842	22,009	23,241
Vote 5 - Community Services: Public Safety		3,261	3,575	4,606	5,330	6,148	6,148	6,648	7,021	7,414
Vote 6 - Electrical Engineering Services		31,055	39,002	51,544	54,851	54,608	54,608	60,935	64,348	67,951
Vote 7 - Infrastructure, Engineering & Technical Services		41,886	41,340	36,311	50,282	46,819	46,819	51,399	54,277	57,317
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>134,165</b>	<b>160,346</b>	<b>161,384</b>	<b>179,348</b>	<b>180,456</b>	<b>180,456</b>	<b>205,313</b>	<b>215,549</b>	<b>227,620</b>
<b>Surplus/(Deficit) for the year</b>	<b>2</b>	<b>19,518</b>	<b>(5,135)</b>	<b>763</b>	<b>18,836</b>	<b>8,806</b>	<b>8,806</b>	<b>35,776</b>	<b>411</b>	<b>2</b>

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Table A4 Budgeted Financial Performance (revenue and expenditure)

W0032 Nama Rhoir - Table A4 Budgeted Financial Performance (Revenue and Expenditure)

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
Revenue By Source											
Property rates	2	20,096	22,059	22,195	29,919	29,759	29,759	-	34,052	35,891	37,829
Property rates - penalties & collection charges		362	456	597	1,211	1,193	1,193				
Service charges - electricity revenue	2	30,000	32,885	39,707	51,867	51,378	51,378	-	75,393	79,465	83,756
Service charges - water revenue	2	13,588	16,794	17,837	21,789	21,379	21,379	-	29,546	31,141	32,823
Service charges - sanitation revenue	2	4,832	4,939	5,322	6,053	6,053	6,053	-	7,209	7,598	8,008
Service charges - refuse revenue	2	3,892	5,945	6,442	7,959	7,976	7,976	-	10,066	10,610	11,183
Service charges - other											
Rental of facilities and equipment		1,221	1,056	890	1,258	2,397	2,397		33	35	37
Interest earned - external investments		554	716	718	485	663	663		1,999	2,107	2,221
Interest earned - outstanding debtors		779	1,003	1,223	1,224	1,224	1,224		1,244	1,311	1,382
Dividends received						-	-				
Fines		177	178	95	424	424	424		250	264	278
Licences and permits		902	1,010	1,120	1,254	1,254	1,254		1,106	1,165	1,228
Agency services		939	988	1,097	1,206	1,206	1,206		1,206	1,271	1,339
Transfers recognised - operational		65,706	27,291	40,709	37,621	36,359	36,359		37,350	39,367	41,493
Other revenue	2	10,634	4,049	2,902	35,914	27,999	27,999	-	13,361	5,736	6,046
Gains on disposal of PPE											
Total Revenue (excluding capital transfers and contributions)		153,683	119,371	140,853	198,184	189,262	189,262	-	212,815	215,960	227,622
Expenditure By Type											
Employee related costs	2	37,834	41,213	53,431	56,940	58,856	58,856	-	68,788	72,641	76,708
Remuneration of councillors		3,581	3,739	4,227	4,288	4,533	4,533		4,444	4,693	4,956
Debt impairment	3	2,191	6,082	8,356	2,245	2,245	2,245		2,943	3,108	3,282
Depreciation & asset impairment	2	12,708	630	857	7,103	7,103	7,103	-	5,103	7,973	8,404
Finance charges		2,779	3,413	3,572	1,504	1,504	1,504		2,044	2,158	2,279
Bulk purchases	2	39,920	49,486	58,042	66,803	66,803	66,803	-	72,544	76,606	80,896
Other materials	8		7,404	6,248	13,591	10,741	10,741		10,672	11,270	11,901
Contracted services		983	708	1,329	124	500	500	-	100	106	112
Transfers and grants		13,569	34,897	9,872	-	-	-	-	6,226	-	-
Other expenditure	4, 5	20,602	12,774	15,450	26,748	28,170	28,170	-	32,449	36,995	39,083
Loss on disposal of PPE											
Total Expenditure		134,165	160,346	161,384	179,348	180,456	180,456	-	205,313	215,549	227,620
Surplus/(Deficit)											
Transfers recognised - capital		19,518	(40,975)	(20,531)	18,836	8,806	8,806	-	7,502	411	2
Contributions recognised - capital	6		35,840	21,294					28,274		
Contributed assets		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2
Taxation											
Surplus/(Deficit) after taxation		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - Municipal Manager		-	-	734	6,590	5,970	5,970	-	-	-	-
Vote 2 - Financial Services		-	-	13	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	1	2,760	1,800	1,800	-	4,000	4,216	4,444
Vote 4 - Community Services: Community Development		-	-	3,000	8,200	4,008	4,008	-	1,865	1,966	2,072
Vote 5 - Community Services: Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Electrical Engineering Services		-	-	-	30,240	30,452	30,452	-	12,240	12,901	13,598
Vote 7 - Infrastructure, Engineering & Technical Services		-	-	3,460	19,520	20,080	20,080	-	17,859	18,823	19,840
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	-	-	7,209	67,310	62,310	62,310	-	35,964	37,906	39,953
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - Municipal Manager		657	-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services		789	2,593	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1,034	-	-	-	-	-	-	-	-	-
Vote 4 - Community Services: Community Development		506	-	2,123	-	-	-	-	-	-	-
Vote 5 - Community Services: Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Electrical Engineering Services		23,291	-	11,150	-	-	-	-	-	-	-
Vote 7 - Infrastructure, Engineering & Technical Services		10,720	-	2,417	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		36,997	2,593	15,690	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Vote</b>		36,997	2,593	22,899	67,310	62,310	62,310	-	35,964	37,906	39,953
<b>Capital Expenditure - Standard</b>											
<b>Governance and administration</b>		2,480	2,593	749	9,350	7,770	7,770	-	4,000	4,216	4,444
Executive and council		657	-	734	6,590	5,970	5,970	-	-	-	-
Budget and treasury office		789	2,593	13	-	-	-	-	-	-	-
Corporate services		1,034	-	1	2,760	1,800	1,800	-	4,000	4,216	4,444
<b>Community and public safety</b>		506	-	5,123	7,200	4,008	4,008	-	265	217	229
Community and social services		228	-	3,000	1,200	-	-	-	-	-	-
Sport and recreation		270	-	2,123	6,000	4,008	4,008	-	265	217	229
Public safety		8	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		3,987	-	1,080	11,100	10,178	10,178	-	16,324	17,153	18,079
Planning and development		-	-	-	-	-	-	-	16,324	17,153	18,079
Road transport		3,987	-	1,080	11,100	10,178	10,178	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
<b>Trading services</b>		30,024	-	15,947	39,660	40,354	40,354	-	15,040	(63,866)	(67,314)
Electricity		23,291	-	11,150	30,240	30,452	30,452	-	12,240	(66,817)	(70,425)
Water		6,703	-	119	120	2,526	2,526	-	-	-	-
Waste water management		30	-	4,678	8,300	7,376	7,376	-	1,200	1,265	1,333
Waste management		-	-	-	1,000	-	-	-	1,600	1,686	1,777
<b>Other</b>		-	-	-	-	-	-	-	385	63	66
<b>Total Capital Expenditure - Standard</b>	3	36,997	2,593	22,899	67,310	62,310	62,310	-	36,014	(42,217)	(44,497)
<b>Funded by:</b>											
National Government		27,202	-	22,899	22,758	21,998	21,998	-	28,274	29,801	31,410
Provincial Government		-	-	-	5,000	5,760	5,760	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	27,202	-	22,899	27,758	27,758	27,758	-	28,274	29,801	31,410
Public contributions & donations	5	-	2,533	-	-	-	-	-	-	-	-
Borrowing	6	6,504	60	-	27,000	27,000	27,000	-	-	-	-
Internally generated funds		3,290	-	-	12,552	7,552	7,552	-	7,719	8,136	8,575
<b>Total Capital Funding</b>	7	36,997	2,593	22,899	67,310	62,310	62,310	-	35,993	37,937	39,985

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NC062 Nama Khoi - Table A6 Budgeted Financial Position

Description		Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
ASSETS												
Current assets												
Cash			9,068	21,142	17,561	18	18	18		772	811	853
Call investment deposits	1		-	-	-	8,622	8,622	8,622	-	20,000	-	-
Consumer debtors	1		7,718	9,852	4,490	87,129	87,129	87,129	-	29,425	-	-
Other debtors			14,277	12,271	6,340							
Current portion of long-term receivables			178	27	66							
Inventory	2		692	1,730	1,405					1,405	1,481	1,561
Total current assets			31,932	45,021	29,861	95,769	95,769	95,769	-	51,602	2,292	2,413
Non current assets												
Long-term receivables			421	561	359							
Investments			163	163								
Investment property					299					299	315	332
Investment in Associate					-							
Property, plant and equipment	3		369,836	371,168	388,579	439,400	439,400	439,400	-	408,475	435,912	459,451
Agricultural												
Biological												
Intangible					13					13	14	15
Other non-current assets												
Total non current assets			370,420	371,892	389,249	439,400	439,400	439,400	-	408,787	436,240	459,797
TOTAL ASSETS			402,353	416,914	419,110	535,169	535,169	535,169	-	460,389	438,532	462,211
LIABILITIES												
Current liabilities												
Bank overdraft	1			5,296								
Borrowing	4		2,495	2,919	1,820	2,919	2,919	2,919	-	1,820	1,919	2,022
Consumer deposits			1,260	1,321	1,383					1,383	1,458	1,537
Trade and other payables	4		26,678	32,382	53,805	15,285	15,285	15,285	-	48,191	-	-
Provisions			3,622	3,758	5,954					5,173	5,452	5,747
Total current liabilities			34,054	45,677	62,962	18,204	18,204	18,204	-	56,568	8,829	9,305
Non current liabilities												
Borrowing			7,686	5,168	4,991	27,000	27,000	27,000	-	4,991	5,260	5,544
Provisions			18,057	20,785	25,922	2,078	2,078	2,078	-	25,922	27,322	28,797
Total non current liabilities			25,744	25,953	30,913	29,078	29,078	29,078	-	30,913	32,582	34,342
TOTAL LIABILITIES			59,798	71,629	93,875	47,282	47,282	47,282	-	87,481	41,411	43,647
NET ASSETS	5		342,554	345,284	325,236	487,887	487,887	487,887	-	372,908	397,121	418,564
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)			317,200	319,929	325,236	397,669	397,669	397,669		325,236	342,798	361,309
Reserves	4		25,355	25,355	-	-	-	-	-	-	-	-
Minorities' interests												
TOTAL COMMUNITY WEALTH/EQUITY	5		342,554	345,284	325,236	397,669	397,669	397,669	-	325,236	342,798	361,309



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NC062 Nama Khoi - Table A7 Budgeted Cash Flows

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		84,800	85,638	114,365	160,571	132,837	132,837		155,033	165,110	175,842
Government - operating	1	59,505	46,158	57,020	35,944	36,359	36,359		37,350	38,982	40,527
Government - capital	1				27,758	27,758	27,758		28,274	32,185	39,577
Interest		1,333	1,726	1,940	532	1,344	1,344		3,243	3,454	3,678
Dividends					-	-	-				
Payments											
Suppliers and employees		(101,591)	(115,368)	(150,325)	(175,809)	(168,195)	(168,195)		(197,669)	(210,517)	(224,201)
Finance charges		(2,779)	(2,462)	(1,394)	(1,504)	(1,504)	(1,504)		(2,044)	(2,177)	(2,318)
Transfers and Grants	1				(2,034)	(2,034)	(2,034)		-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		41,268	15,692	21,606	45,456	26,564	26,564	-	24,187	27,037	33,105
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		6			200	7,752	7,752		7,719		
Decrease (Increase) in non-current debtors			10	(349)		-	-			-	
Decrease (Increase) other non-current receivables		275	(0)	(8)		-	-				
Decrease (Increase) in non-current investments						-	-				
Payments											
Capital assets		(36,421)	(2,593)	(22,504)	(67,570)	(62,570)	(62,570)		(35,993)	(32,185)	(39,577)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(36,139)	(2,582)	(22,861)	(67,370)	(54,818)	(54,818)	-	(28,274)	(32,185)	(39,577)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans					-	-	-				
Borrowing long term/refinancing				497	27,000	27,000	27,000				
Increase (decrease) in consumer deposits		192			55	55	55				
Payments											
Repayment of borrowing		(1,060)	(2,094)	(1,765)	(3,143)	(3,143)	(3,143)		(512)	(529)	(557)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(868)	(2,094)	(1,268)	23,912	23,912	23,912	-	(512)	(529)	(557)
NET INCREASE/ (DECREASE) IN CASH HELD											
		4,261	11,016	(2,523)	1,998	(4,342)	(4,342)	-	(4,599)	(5,677)	(7,029)
Cash/cash equivalents at the year begin:	2	4,819	9,080	20,096	4,882	4,882	4,882	4,882	5,371	772	(4,905)
Cash/cash equivalents at the year end:	2	9,080	20,096	17,573	6,880	539	539	4,882	772	(4,905)	(11,934)

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NC062 Nama Khoi - Table A8 Cash backed reserves/accumulated surplus reconciliation

R0002 Name R0002 - Table 10: Cash backed resources accumulated surplus accumulation												
Description		Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<u>Cash and investments available</u>												
Cash/cash equivalents at the year end		1	9,080	20,096	17,573	6,880	539	539	4,882	772	(4,905)	(11,934)
Other current investments > 90 days			(12)	(4,250)	(12)	1,760	8,100	8,100	(4,882)	20,000	5,716	12,787
Non current assets - Investments		1	163	163	-	-	-	-	-	-	-	-
Cash and investments available:			9,231	16,009	17,561	8,640	8,640	8,640	-	20,772	811	853
<u>Application of cash and investments</u>												
Unspent conditional transfers			4,567	20,011	14,592	5,600	5,600	5,600	-	10,463	-	-
Unspent borrowing			-	-	-	-	-	-	-	-	-	-
Statutory requirements		2								(3,000)		
Other working capital requirements		3	(1,522)	(11,508)	26,343	(77,791)	(66,418)	(66,418)	-	11,430	-	-
Other provisions												
Long term investments committed		4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		5										
Total Application of cash and investments:			3,045	8,503	40,936	(72,191)	(60,818)	(60,818)	-	18,893	-	-
Surplus(shortfall)			6,186	7,506	(23,375)	80,831	69,458	69,458	-	1,878	811	853

References

1. Must reconcile with Budgeted Cash Flows
2. For example: VAT, taxation
3. Council approval for policy required - include sufficient working capital (e.g. allowing for a % of current debtors > 90 days as uncollectable)
4. For example: sinking fund requirements for borrowing
5. Council approval required for each reserve created and basis of cash backing of reserves

Other working capital requirements

Debtors	21,743	21,263	12,869	87,397	76,024	76,024	-	26,298	-	-
Creditors due	20,221	9,755	39,212	9,606	9,606	9,606	-	37,728	-	-
<b>Total</b>	<b>1,522</b>	<b>11,508</b>	<b>(26,343)</b>	<b>77,791</b>	<b>66,418</b>	<b>66,418</b>	<b>-</b>	<b>(11,430)</b>	<b>-</b>	<b>-</b>

Debtors collection assumptions

Balance outstanding - debtors	22,415	22,684	11,188	87,129	87,129	87,129	-	29,425	-	-
Estimate of debtors collection rate	97%	94%	115%	100%	87%	87%	0%	89%	95%	96%

Long term investments committed

Balance (Insert description: eg sinking fund)

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NC062 Nama Khoi - Table A9 Asset Management

NC002 Namia Khor - Table A7 Asset management										
Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	36,997	2,593	22,899	67,310	62,310	62,310	35,964	36,638	44,299
Infrastructure - Road transport		3,987	-	1,080	8,300	7,878	7,878	16,274	13,958	14,577
Infrastructure - Electricity		23,291	-	11,150	29,190	29,752	29,752	12,240	18,200	25,000
Infrastructure - Water		6,703	-	119	-	2,526	2,526	-	-	-
Infrastructure - Sanitation		30	-	4,678	6,300	5,376	5,376	-	-	-
Infrastructure - Other		-	-	-	2,300	2,300	2,300	385	406	428
Infrastructure		34,011	-	17,027	46,090	47,832	47,832	28,899	32,564	40,005
Community		506	-	5,123	7,200	4,008	4,008	265	279	295
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	5,670	5,670	5,670	-	-	-
Other assets	6	2,480	2,593	749	7,930	4,700	4,700	6,800	3,794	3,999
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	420	100	100	-	-	-
<u>Total Renewal of Existing Assets</u>	2	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4									
Infrastructure - Road transport		3,987	-	1,080	8,300	7,878	7,878	16,274	13,958	14,577
Infrastructure - Electricity		23,291	-	11,150	29,190	29,752	29,752	12,240	18,200	25,000
Infrastructure - Water		6,703	-	119	-	2,526	2,526	-	-	-
Infrastructure - Sanitation		30	-	4,678	6,300	5,376	5,376	-	-	-
Infrastructure - Other		-	-	-	2,300	2,300	2,300	385	406	428
Infrastructure		34,011	-	17,027	46,090	47,832	47,832	28,899	32,564	40,005
Community		506	-	5,123	7,200	4,008	4,008	265	279	295
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	5,670	5,670	5,670	-	-	-
Other assets		2,480	2,593	749	7,930	4,700	4,700	6,800	3,794	3,999
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	420	100	100	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	36,997	2,593	22,899	67,310	62,310	62,310	35,964	36,638	44,299

## EXPLANATORY NOTES TO TABLES A2 TO A9

### **1. Table A2-Budgeted Financial Performance (revenue and expenditure by standard classification)**

Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.

### **2. Table A3- Budgeted Financial Performance (revenue and expenditure by municipal vote)**

Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the municipality. This means it is possible to present the operating surplus or deficit of a vote.

### **3. Table A4- Budgeted Financial Performance (revenue and expenditure)**

Table A4 is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type. This table facilitates the view of the budgeted operating performance in relation to indicates the sources of funding and on what activities are the scarce resources are to be spend on.

### **4. Table A5- Budgeted Capital Expenditure by vote, standard classification and funding source**

Table A5 is a breakdown of the capital program in relation to capital expenditure by municipal vote (multi-year and single-year appropriations) capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

### **5. Table A6- Budgeted Financial Position**

Table A6 is consistent with international standards of good financial management practice and improves understanding of the councilors and management of the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP 1 which is generally aligned to the international version which presents Assets less Liabilities as 'accounting' Community Wealth. The order of items which each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.

### **6. Table A7 -Budgeted Cash Flow Statement**

The budgeted cash flow statement is the first measurement in determining if the budget is funded. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.

### **7. Table A8-Cash Backed Reserves/Accumulated Surplus Reconciliation**

The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular42-Funding a Municipal Budget. In essence the table evaluates the funding levels of the budget by the firstly forecasting the cash and investments at the year end and

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secondly reconciling the available funding to the liabilities/commitments that exist. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be 'funded'.

### **8. Tables A9-Asset Management**

Table A9 provides an overview of municipal allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.

## **PART 2 – SUPPORTING DOCUMENTATION**

### **2.1. OVERVIEW OF FINAL BUDGET PROCESS**

The MFMA requires the mayor of a municipality to provide general political guidance over the budget process and the priorities that must guide the preparation of a budget. The new National Treasury Budget Regulations gives further effect to this by prescribing that the mayor of a municipality must establish a Budget Steering Committee to assist in discharging the mayor's responsibility' set out in section 53 of the Municipal Financial Management Act. Compilation of the Municipality's annual budget commenced with the presentation of the budget parameters to the Budget Committee composed of executive political representatives. The Committee's terms of reference include the following:

- ☐ To provide guidance on budget principals;
- ☐ To consider final budget operational and capital parameters;
- ☐ To review directorates' budget inputs via budget hearings after tabling of the final budget; and
- ☐ To review and advice on the outcome of MTREF

### **PUBLIC PARTICIPATION**

The municipality didn't table a final budget due to the political instability within the municipality therefore no budget consultation process was followed.

The municipality prepared a final budget but it was not tabled due to the political instability in the municipality. After the 27<sup>th</sup> July 2013 electronic media communication will be used to communicate the budget to the community.

Overview of Alignment of Annual budget with IDP

IDP will be table separate to Council Alignment will be done after Consultation process is done

## 2.2 Overview of alignment of annual budget with IDP

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the Municipality strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the Municipality's response to these requirements.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. The following table highlights the IDP's five strategic objectives for the 2012/13 MTREF and further planning refinements that have directly informed the compilation of the budget:

**Table 9 IDP Strategic Objectives**

<b>2012/13 Objectives</b>	<b>2012/13 Goals</b>
1. Basic services and infrastructure	To ensure sustainable service delivery in respect of water, electricity, sanitation and solid waste management, storm water and roads to all residents of Nama Khoi municipality
2. Local economic development	Development and implementation of Nama Khoi development and LED strategy to ensure the alignment to the economic sectors and also assist the SMME's in cooperation with other stake holders
3. Municipal Transformation and Institutional Development	
4. Financial Viability	Strategic and sustainable budgeting, revenue protection and debt control, grow and diversify revenue and value for money in expenditure through the integrated financial plan
5. Good governance and Community participation.	

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NC062 Nama Khoi - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

W0002 Namia Khori - Supporting Table SA4 Reconciliation of IDP Strategic Objectives and Budget (Revenue)												
Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand												
Sustaining the Natural and Built Environment	Climate protection and pollution minimisation											
	Develop, manage and regulate the built and natural environment											
Quality Living Environment	Meet service needs and address backlogs			88,553	99,968	105,112	100,847	96,672	96,672	125,770	132,562	139,720
Safe, Healthy and Secure Environment	Promoting the safety of citizens			1,984	2,130	2,168	2,604	2,606	2,606	2,566	2,705	2,851
	Promoting the health of citizens			13	5	9	-	-	-			
Embracing our Cultural Diversity	Promote sport and recreation within the town			972	133	1,951	203	203	203	73	77	82
Good Governance	Ensure accessibility and promote governance.			12,530	432	1,408	217	(13)	(13)	3,232	3,407	(2,626)
	Create an efficient, effective and accountable administration			2,836	194	1,180	1,390	2,519	2,519	253	267	282
Financial Viability and Sustainability	Strategic and sustainable budgeting, Grow and diversify our revenues and Value for money expenditure			46,796	52,348	50,320	92,924	87,275	87,275	56,261	59,299	62,501
Allocations to other priorities			2									
Total Revenue (excluding capital transfers and contributions)			1	153,683	155,210	162,147	198,184	189,262	189,262	188,156	198,317	202,809



# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	
R thousand													
Sustaining the Natural and Built Environment	Climate protection and pollution minimisation												
	Develop, manage and regulate the built and natural environment												
Quality Living Environment	Meet service needs and address backlogs			83,291	90,343	100,979	117,253	114,027	114,027	125,912	129,451	136,442	
Safe, Healthy and Secure Environment	Promoting the safety of citizens			3,261	3,575	4,606	5,330	6,148	6,148	6,449	6,797	7,164	
	Promoting the health of citizens			264	182	132	–	–	–				
Embracing our Cultural Diversity	Promote sport and recreation within the town			2,511	486	1,873	1,178	1,271	1,271	1,693	1,784	1,881	
Good Governance	Ensure accessibility and promote governance.			23,408	11,807	29,929	15,504	15,341	15,341	13,755	13,755	13,755	
	Create an efficient, effective and accountable administration			8,190	9,958	11,083	10,338	13,531	13,531	14,090	14,850	15,652	
Financial Viability and Sustainability	Strategic and sustainable budgeting, Grow and diversify our revenues and Value for money expenditure			13,240	43,995	12,782	29,746	30,138	30,138	21,665	22,599	23,819	
	Create an efficient, effective and accountable administration												
Allocations to other priorities													
Total Expenditure				1	134,165	160,346	161,384	179,348	180,456	180,456	183,563	189,236	198,712

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

W0002 Nama Khor - Supporting Table SA0 Reconciliation of IDP Strategic Objectives and Budget (Capital expenditure)												
Strategic Objective	Goal	Goal Code	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand												
Sustaining the Natural and Built Environment	Climate protection and pollution minimisation	A										
		B										
	Develop, manage and regulate the built and natural environment	C										
Quality Living Environment	Meet service needs and address backlogs	D		34,239		20,027	51,960	50,532	50,532	31,314	32,158	39,577
Safe, Healthy and Secure Environment	Promoting the safety of citizens	E		8				-				
		F										
	Promoting the health of citizens	G										
Embracing our Cultural Diversity	Promote sport and recreation within the town	H		270		2,123	6,000	4,008	4,008			
Good Governance		I										
	Ensure accessibility and promote governance.	J		657		734	6,590	5,970	5,970	300		
		K										
	Create an efficient, effective and accountable administration	L		1,034		1	2,760	1,800	1,800	4,050		
Financial Viability and Sustainability		M										
	Strategic and sustainable budgeting, Grow and diversify our revenues and Value for money expenditure	N		789	2,593	13		-	-			
		O										
		P										
Allocations to other priorities			3									
Total Capital Expenditure			1	36,997	2,593	22,899	67,310	62,310	62,310	35,664	32,158	39,577

## 2.3 MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS

### Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, Nama Khoi municipality did not have a performance management system, however the municipality has developed and will implement a performance management system in the current financial year,

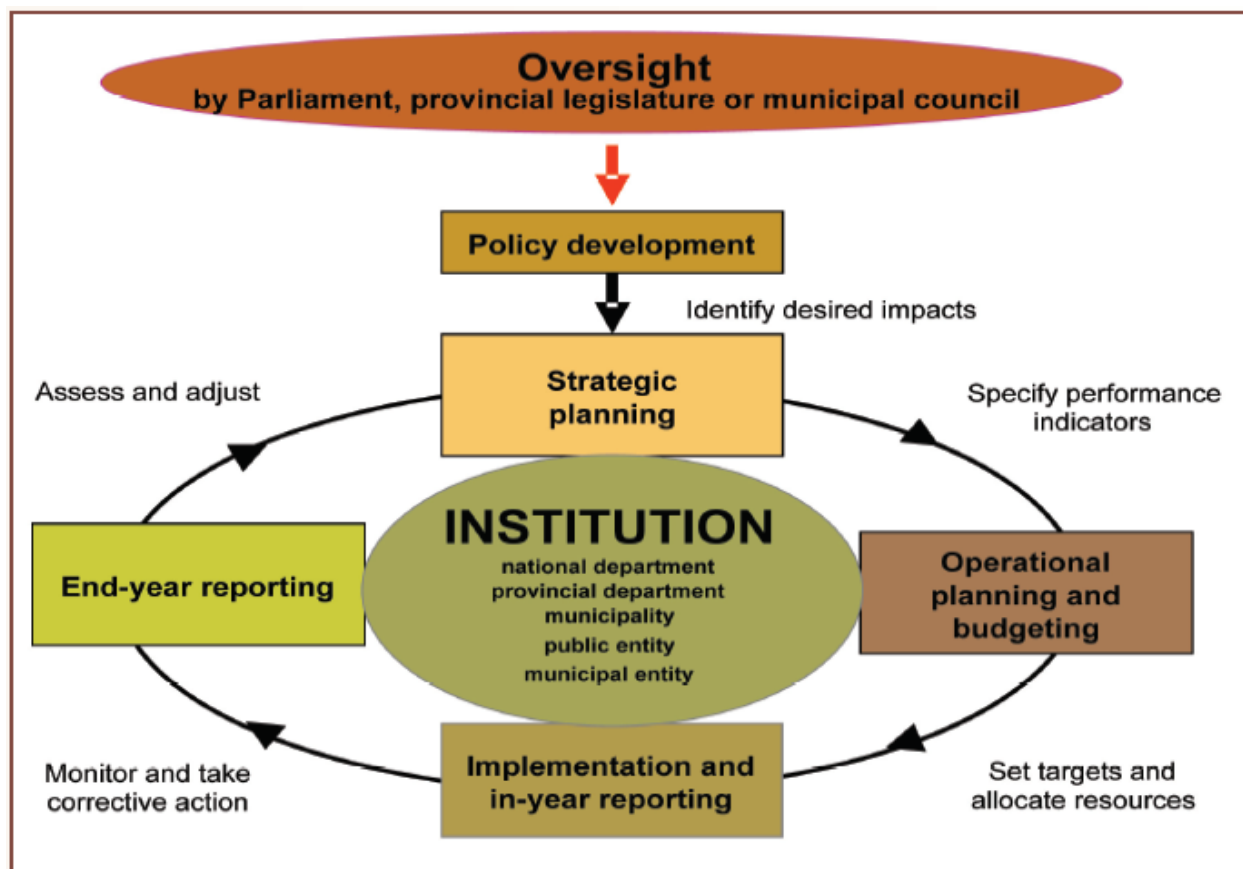


Figure 2 Planning, budgeting and reporting cycle

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Supporting Table SA8 Performance indicators and benchmarks

K0002 Nama Khori - Supporting Table SAO Performance Indicators and Benchmarks											
Description of financial indicator	Basis of calculation	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b><u>Borrowing Management</u></b>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	2.9%	3.4%	3.3%	2.6%	2.6%	2.6%	0.0%	1.4%	2.0%	2.0%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	4.4%	6.0%	5.3%	2.9%	3.0%	3.0%	0.0%	1.6%	1.7%	1.8%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	68.3%	78.1%	78.1%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>											
Gearing	Long Term Borrowing/ Funds & Reserves	30.3%	20.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>											
Current Ratio	Current assets/current liabilities	0.9	1.0	0.5	5.3	5.3	5.3	-	3.3	0.3	0.3
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	0.9	1.0	0.5	5.3	5.3	5.3	-	3.3	0.3	0.3
Liquidity Ratio	Monetary Assets/Current Liabilities	0.3	0.5	0.3	0.5	0.5	0.5	-	0.2	0.1	0.1
<b><u>Revenue Management</u></b>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		97.3%	93.7%	114.7%	100.3%	87.3%	87.3%	0.0%	89.4%	93.6%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)			97.0%	93.7%	115.0%	100.3%	87.3%	87.3%	0.0%	89.4%	93.6%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	14.7%	19.0%	8.0%	44.0%	46.0%	46.0%	0.0%	72.2%	0.0%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
<b><u>Creditors Management</u></b>											
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA' s 65(e))										
Creditors to Cash and Investments		222.7%	48.5%	223.1%	139.6%	1781.1%	1781.1%	0.0%	4899.5%	0.0%	0.0%
<b><u>Other Indicators</u></b>											
Electricity Distribution Losses (2)	Total Volume Losses (kW)										
	Total Cost of Losses (Rand '000)										
Water Distribution Losses (2)	Total Volume Losses (kℓ)										
	Total Cost of Losses (Rand '000)										
Employee costs	Employee costs/(Total Revenue - capital revenue)	24.6%	34.5%	37.9%	28.7%	31.1%	31.1%	0.0%	32.3%	0.0%	0.0%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	26.2%	37.7%	0.0%	30.5%	35.9%	35.9%		34.4%	32.6%	32.6%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.0%	0.0%	6.4%	5.7%	6.0%	6.0%		2.9%	3.1%	3.1%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	10.1%	3.4%	3.1%	4.3%	4.5%	4.5%	0.0%	2.2%	4.7%	4.7%
<b><u>IDP regulation financial viability indicators</u></b>											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	23.0	24.8	27.3	35.8	35.8	35.8	-	40.3	38.1	40.2
ii.O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	30.0%	26.3%	11.7%	72.6%	72.5%	72.5%	0.0%	98.3%	0.0%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	1.0	1.7	1.4	0.6	0.0	0.0	-	0.1	(0.5)	(1.0)

### **The Blue drop status 2011/12:**

Nama Khoi Local Municipality, assisted by Sedibeng Water can be satisfied with a commendable performance. Although the overall municipal performance reflects a slight improvement from 57.96% to 63.5%, the increased number of supply systems presented for evaluation implies that the municipality and Sedibeng Water is in process of developing more system specific drinking water quality management systems for the areas previously all assessed under the Namakwa Water Board supply system. Efforts should persist to effect a positive change in the quality of service provided to residents of Nama Khoi. While the WSA and WSP jointly develop and define system specific water safety plans, monitoring should improve to ensure availability of sufficient data to confidently assess the microbiological and chemical quality of the water available for consumption. The WSA and WSP should also synchronize their supply systems as registered on the Blue Drop System. Compliance of drinking water in systems receiving water from the Henkries treatment facility has been calculated from data submitted by both the WSA and WSP, DWA however requires additional information related to flow of water to ensure that the weighted compliance truly signifies the water available for consumption in the respective water supply systems. Nama Khoi needs to commence monitoring of chemical determinants in all the supply systems, the WSA and WSP should also prioritize the areas plagued by microbiological failures for treatment and in particular, disinfection process optimization. Data available to the Department infers that water in the Carolusberg, Springbok, Nababeep, Concordia, Buffelsrivier, Kommagas and Vioolsdrift are of a microbiological quality not compliant with the requirements of the South African national standard for drinking water (SANS 241). Water to Fonteintjie, Bergsig and Matjieskloof also appears to pose a risk of infection; the latter three systems were however again not presented for Blue Drop evaluation.

### **The Blue drop status 2012/13:**

New Status will be announced during the first week round about the 8<sup>th</sup> July 2013 at the Conference.

### **The Green drop status 2011/12:**

The risk rating has decreased only for the Bergsig and Okiep wastewater treatment works. The remaining six wastewater treatment plants have an increased risk rating. The lack of effluent compliance monitoring has contributed to the risk rating of all plants. Bergsig and Okiep plants are categorized as medium risk while the remaining plants are high risk plants. The risk category is lower for the Bergsig and Okiep plants as a result of influent flow rate monitoring. Flow metering is not available at the remaining plants. The Nama Khoi Local Municipality has not developed a Green Drop corrective action plan but it is anticipated that the development and implementation of the W2RAP will facilitate the Municipality to ensure a risk based approach to the development and implementation of actions required to address the poor performance of the WWTWs. Improved compliance with the Green Drop criteria and a reduction of the risk rating will require management support and the appropriate allocation of resources for implementation of corrective actions.

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### **The Green drop status 2012/13:**

New Status will be announced during the first week round about the 8<sup>th</sup> July 2013 at the Conference.

## 2.4 OVERVIEW OF BUDGET-RELATED POLICIES

### Overview of budget related-policies

**The Municipality's budgeting process is guided and governed by relevant legislation, frameworks, strategies and related policies.**

### **Budget Policies**

The following are policies that govern the municipality's budget, compilation and/or implementation thereof:

- Cash management and investment of funds
- Indigent Policy
- Tariffs and free basic services Policy
- Credit control and Debt Collection Policies
- Supply Chain Management Policy
- Irrecoverable debt Policy

## 2.5. Overview of budget assumptions

### 2.5.1. General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2013/14 MTREF:

- National Government macro economic targets;
- The general inflationary outlook and the impact on Municipality's residents and businesses;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity and water; and
- The increase in the cost of remuneration. Employee related costs comprise 36 per cent of total operating expenditure in the 2013/14 MTREF and therefore this increase above inflation places a disproportionate upward pressure on the expenditure budget.

Headlines mentioned by National Treasury in circular 58 were taken into consideration when compiling 2013/14 MTREF

HEADLINES INFLATION FORECASTS AS PER NATIONAL TREASURY GUIDELINES CIRCULAR 58		
2013/14	2014/15	2015/16
5.6%	5.4%	5.4%

A provision for 6.84 per cent increase in salaries has been made

### 2.5.2. Interest rates for borrowing and investment of funds

The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions. The Municipality engages in a number of financing arrangements to minimise its interest rate costs and risk. However, for simplicity the 2013/14 MTREF is based on the assumption that all borrowings are undertaken using fixed interest rates for amortisation-style loans requiring both regular and bi-yearly principal and interest payments.

### 2.5.3. Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at a rate slightly higher than CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage (95 per cent) of annual billings. Cash flow is assumed to be 95 per cent of billings, plus an increased collection of arrear debt from the revised collection and credit control policy. The performance of arrear collections will however only be considered a source of additional cash in-flow once the performance has been carefully monitored.



### **2.5.4. Growth or decline in tax base of the municipality**

Debtor's revenue is assumed to increase at a rate that is influenced by the consumer debtor's collection rate, tariff/rate pricing, real growth rate of the Municipality, household formation growth rate and the poor household change rate.

Household formation is the key factor in measuring municipal revenue and expenditure growth, as servicing 'households' is a greater municipal service factor than servicing individuals. Household formation rates are assumed to convert to household dwellings. In addition the change in the number of poor households influences the net revenue benefit derived from household formation growth, as it assumes that the same costs incurred for servicing the household exist, but that no consumer revenue is derived as the 'poor household' limits consumption to the level of free basic services.

### **2.5.5. Salary increases**

The three year collective agreement regarding salaries/wages has come to an end. While negotiations are still in process Nama Khoi has made a provision of 6.84% salary across the 2013/14 MTREF

### **2.5.6. Impact of national, provincial and local policies**

Integration of service delivery between national, provincial and local government is critical to ensure focussed service delivery and in this regard various measures were implemented to align IDPs, provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- Creating jobs;
- Enhancing education and skill development;
- Improving Health services;
- Rural development and agriculture; and
- Fighting crime and corruption.

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

### **2.5.7. Ability of the municipality to spend and deliver on the programmes**

It is estimated that a spending rate of at least 90 per cent is achieved on operating expenditure and 95 per cent on the capital programme for the 2013/14 MTREF of which performance has been factored into the cash flow budget.

In order to be able to implement all projects in the budget the municipality will need to strictly implement its credit control policy. The municipality is in negotiation with funders for the feasibility study on Non-Revenue Water. The municipality will also embark on the project where they will do a door to door for the collection of data and to update its indigent register.

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## 2.6. Overview of budget funding

NC062 Nama Khoi Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Funding measures</b>												
Cash/cash equivalents at the year end - R'000	18(1)b	1	9,080	20,096	17,573	6,880	539	539	4,882	772	(4,905)	(11,934)
Cash + investments at the yr end less applications - R'000	18(1)b	2	6,186	7,506	(23,375)	80,831	69,458	69,458	-	1,878	811	853
Cash year end/monthly employee/supplier payments	18(1)b	3	1.0	1.7	1.4	0.6	0.0	0.0	-	0.1	(0.3)	(0.8)
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	411	2
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	8.2%	4.9%	23.0%	(6.9%)	(6.0%)	(106.0%)	26.7%	(0.6%)	(0.6%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	97.0%	93.7%	115.0%	100.3%	87.3%	87.3%	0.0%	89.4%	94.6%	95.6%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	3.0%	7.2%	9.0%	1.9%	1.9%	1.9%	0.0%	1.9%	1.9%	1.9%
Capital payments % of capital expenditure	18(1)c,19	8	98.4%	100.0%	98.3%	100.4%	100.4%	100.4%	0.0%	100.1%	84.9%	99.1%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	68.3%	78.1%	78.1%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - inc(decr)	18(1)a	11	N.A.	(0.1%)	(50.8%)	699.7%	0.0%	0.0%	(100.0%)	(66.2%)	(100.0%)	0.0%
Long term receivables % change - inc(decr)	18(1)a	12	N.A.	33.4%	(36.1%)	(100.0%)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.0%	0.0%	2.3%	2.6%	2.6%	2.6%	0.0%	1.5%	1.5%	1.5%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

### References

1. Positive cash balances indicative of minimum compliance - subject to 2
2. Deduct cash and investment applications (defined) from cash balances
3. Indicative of sufficient liquidity to meet average monthly operating payments
4. Indicative of funded operational requirements
5. Indicative of adherence to macro-economic targets (prior to 2003/04 revenue not available for high capacity municipalities and later for other capacity classifications)
6. Realistic average cash collection forecasts as % of annual billed revenue
7. Realistic average increase in debt impairment (doubtful debt) provision
8. Indicative of planned capital expenditure level & cash payment timing
9. Indicative of compliance with borrowing 'only' for the capital budget - should not exceed 100% unless refinancing
10. Substantiation of National/Province allocations included in budget
11. Indicative of realistic current arrear debtor collection targets (prior to 2003/04 revenue not available for high capacity municipalities and later for other capacity classifications)
12. Indicative of realistic long term arrear debtor collection targets (prior to 2003/04 revenue not available for high capacity municipalities and later for other capacity classifications)
13. Indicative of a credible allowance for repairs & maintenance of assets - functioning assets revenue protection
14. Indicative of a credible allowance for asset renewal (requires analysis of asset renewal projects as % of total capital projects - detailed capital plan) - functioning assets revenue protection

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<b>Supporting indicators</b>											
% incr <i>total service charges (incl prop rates)</i>	18(1)a		14.2%	10.9%	29.0%	(0.9%)	0.0%	(100.0%)	32.7%	5.4%	5.4%
% incr Property Tax	18(1)a		10.1%	1.2%	36.6%	(0.6%)	0.0%	(100.0%)	10.0%	5.4%	5.4%
% incr Service charges - electricity revenue	18(1)a		9.6%	20.7%	30.6%	(0.9%)	0.0%	(100.0%)	46.7%	5.4%	5.4%
% incr Service charges - water revenue	18(1)a		23.6%	6.2%	22.2%	(1.9%)	0.0%	(100.0%)	38.2%	5.4%	5.4%
% incr Service charges - sanitation revenue	18(1)a		2.2%	7.7%	13.7%	0.0%	0.0%	(100.0%)	19.1%	5.4%	5.4%
% incr Service charges - refuse revenue	18(1)a		52.8%	8.4%	23.6%	0.2%	0.0%	(100.0%)	26.2%	5.4%	5.4%
% incr in Service charges - other	18(1)a		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total billable revenue	18(1)a		73,992	84,135	92,990	120,056	120,134	120,134	156,299	164,740	173,635
Service charges			72,771	83,079	92,100	118,798	117,737	117,737	156,266	164,705	173,599
Property rates			20,458	22,516	22,792	31,130	30,951	30,951	34,052	35,891	37,829
Service charges - electricity revenue			30,000	32,885	39,707	51,867	51,378	51,378	75,393	79,465	83,756
Service charges - water revenue			13,588	16,794	17,837	21,789	21,379	21,379	29,546	31,141	32,823
Service charges - sanitation revenue			4,832	4,939	5,322	6,053	6,053	6,053	7,209	7,598	8,008
Service charges - refuse removal			3,892	5,945	6,442	7,959	7,976	7,976	10,066	10,610	11,183
Service charges - other			-	-	-	-	-	-	-	-	-
Rental of facilities and equipment			1,221	1,056	890	1,258	2,397	2,397	33	35	37
Capital expenditure excluding capital grant funding			9,794	2,593	-	39,552	34,552	34,552	7,690	8,105	8,543
Cash receipts from ratepayers	18(1)a		84,800	85,638	114,365	160,571	132,837	132,837	155,033	165,110	175,842
Ratepayer & Other revenue	18(1)a		87,423	91,363	99,426	160,078	152,241	152,241	173,466	174,487	183,909
Change in consumer debtors (current and non-current)			(1,845)	118	(11,457)	75,875	75,875	75,875	(11,254)	(57,704)	(29,425)
Operating and Capital Grant Revenue	18(1)a		65,706	63,131	62,003	37,621	36,359	36,359	65,624	39,367	41,493
Capital expenditure - total	20(1)(vi)		36,997	2,593	22,899	67,310	62,310	62,310	35,964	37,906	39,953
Capital expenditure - renewal	20(1)(vi)		-	-	-	-	-	-	-	-	-
<b>Supporting benchmarks</b>											
Growth guideline maximum			6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%
CPI guideline			4.3%	3.9%	4.6%	5.0%	5.0%	5.0%	5.4%	5.6%	5.4%
DoRA operating grants total MFY											
DoRA capital grants total MFY											
Provincial operating grants											
Provincial capital grants											
District Municipality grants											
Total gazetted/advised national, provincial and district grants									-	-	-
Average annual collection rate (arrears inclusive)											
<b>DoRA operating</b>											
Equitable Share									33,821	35,283	36,682
FMG									1,550	1,600	1,650
MSIG									890	934	967
									36,261	37,817	39,299
<b>DoRA capital</b>											
MIG									12,000	18,200	25,000
INEG									15,274	13,985	14,577
EPWP									1,000		
									28,274	32,185	39,577
<b>Trend</b>											
Change in consumer debtors (current and non-current)			(1,845)	118	(11,457)	(11,254)	(57,704)	(29,425)	-	-	-

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<b>Total Operating Revenue</b>			153,683	119,371	140,853	198,184	189,262	189,262	-	212,815	215,960	227,622
<b>Total Operating Expenditure</b>			134,165	160,346	161,384	179,348	180,456	180,456	-	205,313	215,549	227,620
<b>Operating Performance Surplus/(Deficit)</b>			19,518	(40,975)	(20,531)	18,836	8,806	8,806	-	7,502	411	2
<b>Cash and Cash Equivalents (30 June 2012)</b>										772		
<b>Revenue</b>												
% Increase in Total Operating Revenue			(22.3%)	18.0%	40.7%	(4.5%)	0.0%	(100.0%)	12.4%	1.5%	5.4%	
% Increase in Property Rates Revenue			9.8%	0.6%	34.8%	(0.5%)	0.0%	(100.0%)	14.4%	5.4%	5.4%	
% Increase in Electricity Revenue			9.6%	20.7%	30.6%	(0.9%)	0.0%	(100.0%)	46.7%	5.4%	5.4%	
% Increase in Property Rates & Services Charges			14.2%	10.9%	29.0%	(0.9%)	0.0%	(100.0%)	32.7%	5.4%	5.4%	
<b>Expenditure</b>												
% Increase in Total Operating Expenditure			19.5%	0.6%	11.1%	0.6%	0.0%	(100.0%)	13.8%	5.0%	5.6%	
% Increase in Employee Costs			8.9%	29.6%	6.6%	3.4%	0.0%	(100.0%)	16.9%	5.6%	5.6%	
% Increase in Electricity Bulk Purchases			38.9%	23.6%	8.4%	(0.0%)	0.0%	(100.0%)	8.0%	5.6%	5.6%	
Average Cost Per Budgeted Employee Position (Remuneration)				212872.8834	197708.0872				0			
Average Cost Per Councillor (Remuneration)				248618.9724	252224.4706				0			
R&M % of PPE			0.0%	0.0%	2.3%	2.6%	2.6%	2.6%	1.5%	1.5%	1.5%	
Asset Renewal and R&M as a % of PPE			0.0%	0.0%	2.0%	3.0%	3.0%	3.0%	1.0%	1.0%	1.0%	
Debt Impairment % of Total Billable Revenue			3.0%	7.2%	9.0%	1.9%	1.9%	1.9%	0.0%	1.9%	1.9%	
<b>Capital Revenue</b>												
Internally Funded & Other (R'000)			3,290	2,533	-	12,552	7,552	7,552	-	7,719	8,136	8,575
Borrowing (R'000)			6,504	60	-	27,000	27,000	27,000	-	-	-	-
Grant Funding and Other (R'000)			27,202	-	22,899	27,758	27,758	27,758	-	28,274	29,801	31,410
Internally Generated funds % of Non Grant Funding			33.6%	97.7%	0.0%	31.7%	21.9%	21.9%	0.0%	100.0%	100.0%	100.0%
Borrowing % of Non Grant Funding			66.4%	2.3%	0.0%	68.3%	78.1%	78.1%	0.0%	0.0%	0.0%	0.0%
Grant Funding % of Total Funding			73.5%	0.0%	100.0%	41.2%	44.5%	44.5%	0.0%	78.6%	78.6%	78.6%
<b>Capital Expenditure</b>												
Total Capital Programme (R'000)			36,997	2,593	22,899	67,310	62,310	62,310	-	36,014	(42,217)	(44,497)
Asset Renewal			-	-	-	-	-	-	-	-	-	-
Asset Renewal % of Total Capital Expenditure			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Cash</b>												
Cash Receipts % of Rate Payer & Other			97.0%	93.7%	115.0%	100.3%	87.3%	87.3%	0.0%	89.4%	94.6%	95.6%
Cash Coverage Ratio			0	0	0	0	0	0	-	0	(0)	(0)
<b>Borrowing</b>												
Credit Rating (2009/10)										0		
Capital Charges to Operating			2.9%	3.4%	3.3%	2.6%	2.6%	2.6%	0.0%	1.2%	1.2%	1.2%
Borrowing Receipts % of Capital Expenditure			0.0%	0.0%	0.0%	68.3%	78.1%	78.1%	0.0%	0.0%	0.0%	0.0%
<b>Reserves</b>												
Surplus/(Deficit)			6,186	7,506	(23,375)	80,831	69,458	69,458	-	1,878	811	853
<b>Free Services</b>												
Free Basic Services as a % of Equitable Share			0.0%	1.4%	2.7%	24.4%	24.4%	24.4%		18.4%	0.0%	0.0%
Free Services as a % of Operating Revenue (excl operational transfers)			0.0%	1.5%	0.8%	6.2%	6.6%	6.6%		0.0%	0.0%	0.0%
<b>High Level Outcome of Funding Compliance</b>												
Total Operating Revenue			153,683	119,371	140,853	198,184	189,262	189,262	-	212,815	215,960	227,622
Total Operating Expenditure			134,165	160,346	161,384	179,348	180,456	180,456	-	205,313	215,549	227,620
Surplus/(Deficit) Budgeted Operating Statement			19,518	(40,975)	(20,531)	18,836	8,806	8,806	-	7,502	411	2
Surplus/(Deficit) Considering Reserves and Cash Backing			25,703	(33,469)	(43,905)	99,668	78,264	78,264	-	9,380	1,222	855
MTREF Funded (1) / Unfunded (0)	15	1	0	0	1	1	1	1	1	1	1	1
MTREF Funded ✓ / Unfunded ✗	15	✓	✗	✗	✓	✓	✓	✓	✓	✓	✓	✓

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### *2.6.1.1. Cash/cash equivalent position*

The Municipality's forecast cash position was discussed as part of the budgeted cash flow statement. A 'positive' cash position, for each year of the MTREF would generally be a minimum requirement, subject to the planned application of these funds such as cash-backing of reserves and working capital requirements.

If the municipality's forecast cash position is negative, for any year of the medium term budget, the budget is very unlikely to meet MFMA requirements or be sustainable and could indicate a risk of non-compliance with section 45 of the MFMA which deals with the repayment of short term debt at the end of the financial year. The forecasted cash and cash equivalents for the 2013/14 MTREF shows R772 thousand, R4.9 million and R11.9 million for each respective financial year.

### *2.6.1.2. Cash plus investments less application of funds*

The purpose of this measure is to understand how the municipality has applied the available cash and investments as identified in the budgeted cash flow statement. The detail reconciliation of the cash backed reserves/surpluses is contained in Table 25, on page 25. The reconciliation is intended to be a relatively simple methodology for understanding the budgeted amount of cash and investments available with any planned or required applications to be made. This has been extensively discussed above.

### *2.6.1.3. Monthly average payments covered by cash or cash equivalents*

The purpose of this measure is to understand the level of financial risk should the municipality be under stress from a collection and cash in-flow perspective. Regardless of the annual cash position an evaluation should be made of the ability of the Municipality to meet monthly payments as and when they fall due. It is especially important to consider the position should the municipality be faced with an unexpected disaster that threatens revenue collection such as rate boycotts. 2013/14 MTREF the municipality's cash position shows a ratio of 0.1 then decrease to 0.5 and 1.2 respectively for the outer years.

### *2.6.1.4. Surplus/deficit excluding depreciation offsets*

The main purpose of this measure is to understand if the revenue levels are sufficient to conclude that the community is making a sufficient contribution for the municipal resources consumed each year. An 'adjusted' surplus/deficit is achieved by offsetting the amount of depreciation related to externally funded assets. Municipalities need to assess the result of this calculation taking into consideration its own circumstances and levels of backlogs. If the outcome is a deficit, it may indicate that rates and service charges are insufficient to ensure that the community is making a sufficient contribution toward the economic benefits they are consuming over the medium term. For the 2013/14 MTREF the indicative outcome is a surplus of R35.7 million, R61.2 million and R64.5 million.

It needs to be noted that a surplus does not necessarily mean that the budget is funded from a cash flow perspective and the first two measures in the table are therefore critical.

### *2.6.1.5. Property Rates/service charge revenue as a percentage increase less macro inflation target*

The purpose of this measure is to understand whether the municipality is contributing appropriately to the achievement of national inflation targets. This measure is based on the

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increase in 'revenue', which will include both the change in the tariff as well as any assumption about real growth such as new property development, services consumption growth etc.

From the table above it can be seen that the percentage growth totals 26.9, 0.6 and 0.6 per cent for the respective financial year of the 2013/14 MTREF. Considering the lowest percentage tariff increase in relation to revenue generated from rates and services charges is 10 per cent, with the increase in electricity at 8 per cent it is to be expected that the increase in revenue will exceed the inflation target figures. However, the outcome is lower than it might be due to the slowdown in the economy and a reduction in consumption patterns. This trend will have to be carefully monitored and managed with the implementation of the budget.

### *2.6.1.6. Cash receipts as a percentage of ratepayer and other revenue*

This factor is a macro measure of the rate at which funds are 'collected'. This measure is intended to analyze the underlying assumed collection rate for the MTREF to determine the relevance and credibility of the budget assumptions contained in the budget. It can be seen that the outcome is at 89.4, 94.6 and 95.6 per cent for each of the respective financial years. Given that the assumed collection rate was based on a 95 per cent performance target, the cash flow statement has been conservatively determined.

### *2.6.1.7. Debt impairment expense as a percentage of billable revenue*

This factor measures whether the provision for debt impairment is being adequately funded and is based on the underlying assumption that the provision for debt impairment (doubtful and bad debts) has to be increased to offset under-collection of billed revenues. The provision has been appropriated at 1.9 per cent over the MTREF.

### *2.6.1.8. Capital payments percentage of capital expenditure*

The purpose of this measure is to determine whether the timing of payments has been taken into consideration when forecasting the cash position.

### *2.6.1.9. Borrowing as a percentage of capital expenditure (excluding transfers, grants and contributions)*

The purpose of this measurement is to determine the proportion of a municipality's 'own-funded' capital expenditure budget that is being funded from borrowed funds to confirm MFMA compliance.

### *2.6.1.10. Transfers/grants revenue as a percentage of Government transfers/grants available*

The purpose of this measurement is mainly to ensure that all available transfers from national and provincial government have been budgeted for. A percentage less than 100 per cent could indicate that not all grants as contained in the Division of Revenue Act (DoRA) have been budgeted for. The Municipality has budgeted for all transfers.

### *2.6.1.11. Consumer debtors change (Current and Non-current)*

The purpose of these measures is to ascertain whether budgeted reductions in outstanding debtors are realistic. There are 2 measures shown for this factor; the change in current debtors and the change in long term receivables, both from the Budgeted Financial Position.

### *2.6.1.12. Repairs and maintenance expenditure level table 34c*

This measure must be considered important within the context of the funding measures criteria because a trend that indicates insufficient funds are being committed to asset repair could also indicate that the overall budget is not credible and/or sustainable in the medium to long term because the revenue budget is not being protected.

### *2.6.1.13. Asset renewal/rehabilitation expenditure level*

This measure has a similar objective to aforementioned objective relating to repairs and maintenance. A requirement of the detailed capital budget (since MFMA Circular 28 which was issued in December 2005) is to categorize each capital project as a new asset or a renewal/rehabilitation project. The objective is to summarize and understand the proportion of budgets being provided for new assets and also asset sustainability. A declining or low level of renewal funding may indicate that a budget is not credible and/or sustainable and future revenue is not being protected, similar to the justification for 'repairs and maintenance' budgets.

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## MBRR SA15 – Detail Investment Information

NC062 Nama Khoi - Supporting Table SA15 Investment particulars by type

Investment type	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>										
<b>Parent municipality</b>										
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank										
Deposits - Public Investment Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
Municipal Bonds										
<b>Municipality sub-total</b>	1	-	-	-	-	-	-	-	-	-
<b>Entities</b>										
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank										
Deposits - Public Investment Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
<b>Entities sub-total</b>		-	-	-	-	-	-	-	-	-
<b>Consolidated total:</b>		-	-	-	-	-	-	-	-	-



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## MBRR SA16 – Investment particulars by maturity

NC062 Nama Khoi - Supporting Table SA16 Investment particulars by maturity

Investments by Maturity	Ref	Period of Investment	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate 3.	Commission Paid (Rands)	Commission Recipient	Expiry date of investment	Monetary value	Interest to be realised
Name of institution & investment ID	1	Yrs/Months								Rand thousand	
<u>Parent municipality</u>											
Municipality sub-total										-	-
<u>Entities</u>											
Entities sub-total										-	-
TOTAL INVESTMENTS AND INTEREST	1									-	-

# Nama Khoi Final Budget 2013-14/2015-16

## Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2013/14 medium-term capital program:

### Sources of capital revenue over the MTREF

NC062 Nama Khoi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1										
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be appropriated</b>	2										
Vote 1 - Municipal Manager		-	-	734	6,590	5,970	5,970	-	-	-	-
Vote 2 - Financial Services		-	-	13	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	1	2,760	1,800	1,800	-	4,000	4,216	4,444
Vote 4 - Community Services: Community Development		-	-	3,000	8,200	4,008	4,008	-	1,865	1,966	2,072
Vote 5 - Community Services: Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Electrical Engineering Services		-	-	-	30,240	30,452	30,452	-	12,240	12,901	13,598
Vote 7 - Infrastructure, Engineering & Technical Services		-	-	3,460	19,520	20,080	20,080	-	17,859	18,823	19,840
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	7	-	-	7,209	67,310	62,310	62,310	-	35,964	37,906	39,953
<b>Single-year expenditure to be appropriated</b>	2										
Vote 1 - Municipal Manager		657	-	-	-	-	-	-	-	-	-
Vote 2 - Financial Services		789	2,593	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1,034	-	-	-	-	-	-	-	-	-
Vote 4 - Community Services: Community Development		506	-	2,123	-	-	-	-	-	-	-
Vote 5 - Community Services: Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 6 - Electrical Engineering Services		23,291	-	11,150	-	-	-	-	-	-	-
Vote 7 - Infrastructure, Engineering & Technical Services		10,720	-	2,417	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		36,997	2,593	15,690	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Vote</b>		36,997	2,593	22,899	67,310	62,310	62,310	-	35,964	37,906	39,953

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Capital Expenditure - Standard											
Governance and administration		2,480	2,593	749	9,350	7,770	7,770	-	4,000	4,216	4,444
Executive and council		657		734	6,590	5,970	5,970				
Budget and treasury office		789	2,593	13		-	-				
Corporate services		1,034		1	2,760	1,800	1,800		4,000	4,216	4,444
Community and public safety		506	-	5,123	7,200	4,008	4,008	-	265	217	229
Community and social services		228		3,000	1,200	-	-				
Sport and recreation		270		2,123	6,000	4,008	4,008		265	217	229
Public safety		8				-					
Housing						-					
Health						-					
Economic and environmental services		3,987	-	1,080	11,100	10,178	10,178	-	16,324	17,153	18,079
Planning and development						-	-		16,324	17,153	18,079
Road transport		3,987		1,080	11,100	10,178	10,178				
Environmental protection						-	-				
Trading services		30,024	-	15,947	39,660	40,354	40,354	-	15,040	(63,866)	(67,314)
Electricity		23,291		11,150	30,240	30,452	30,452		12,240	(66,817)	(70,425)
Water		6,703		119	120	2,526	2,526				
Waste water management		30		4,678	8,300	7,376	7,376		1,200	1,265	1,333
Waste management				-	1,000	-	-		1,600	1,686	1,777
Other									385	63	66
Total Capital Expenditure - Standard	3	36,997	2,593	22,899	67,310	62,310	62,310	-	36,014	(42,217)	(44,497)
Funded by:											
National Government		27,202		22,899	22,758	21,998	21,998		28,274	29,801	31,410
Provincial Government					5,000	5,760	5,760				
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	27,202	-	22,899	27,758	27,758	27,758	-	28,274	29,801	31,410
Public contributions & donations	5		2,533								
Borrowing	6	6,504	60		27,000	27,000	27,000				
Internally generated funds		3,290			12,552	7,552	7,552		7,719	8,136	8,575
Total Capital Funding	7	36,997	2,593	22,899	67,310	62,310	62,310	-	35,993	37,937	39,985

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## MBRR Table SA 17 - Detail of borrowings

NC062 Nama Khoi - Supporting Table SA17 Borrowing

Borrowing - Categorised by type  R thousand	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Parent municipality</b>										
Long-Term Loans (annuity/reducing balance)								29,056		
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
<b>Municipality sub-total</b>	1	-	-	-	-	-	-	29,056	-	-
<b>Entities</b>										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
<b>Entities sub-total</b>	1	-	-	-	-	-	-	-	-	-
<b>Total Borrowing</b>	1	-	-	-	-	-	-	29,056	-	-

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## MBRR Table SA 18 - Capital transfers and grant receipts

NC062 Nama Khoi - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
<b>RECEIPTS:</b>	1, 2									
<u>Operating Transfers and Grants</u>										
<b>National Government:</b>		24,036	29,172	31,586	34,768	34,768	34,768	36,261	37,817	39,299
Local Government Equitable Share		21,765	27,222	28,625	32,468	32,468	32,468	33,821	35,283	36,682
Finance Management		750	1,200	1,450	1,500	1,500	1,500	1,550	1,600	1,650
Municipal Systems Improvement		850	750	790	800	800	800	890	934	967
DWAF:WSACDBP		671								
Integrated National Electricity Program				721						
Other transfers/grants [insert description]										
Regional Bulk Infr Grant										
<b>Provincial Government:</b>		8,535	-	772	6,846	6,846	6,846	1,106	1,165	1,228
Library		579		772	1,176	1,176	1,176	1,106	1,165	1,228
Taxi Rank		826				-	-			
Sport Development						-	-			
Housing		7,129			5,670	5,670	5,670			
Other transfers/grants [insert description]										
<b>District Municipality:</b>		-	-	-	-	-	-	-	-	-
[insert description]										
<b>Other grant providers:</b>		900	-	-	4,000	4,000	4,000	-	-	-
DBSA		900								
ACIP					4,000	4,000	4,000			
<b>Total Operating Transfers and Grants</b>	5	33,471	29,172	32,358	45,614	45,614	45,614	37,367	38,982	40,527
<u>Capital Transfers and Grants</u>										
<b>National Government:</b>		27,981	17,979	22,698	22,088	22,088	22,088	28,274	32,185	39,577
Integrated National Electricity Program		20,130	9,979	9,435	1,000	1,000	1,000	12,000	18,200	25,000
Municipal Infrastructure Grant		7,851	8,000	13,263	16,088	16,088	16,088	15,274	13,985	14,577
Municipal Infrastructure Grant (MIG)						-	-			
Municipal Infrastructure Grant (MIG)						-	-			
ACIP					1,000	1,000	1,000	1,000		
					4,000	4,000	4,000			
<b>Provincial Government:</b>		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
<b>District Municipality:</b>		1,839	4,850	-	-	-	-	-	-	-
Various projects		1,638	4,850							
World Cup 2010 Equipment		200								
<b>Other grant providers:</b>		-	800	-	27,000	27,000	27,000	-	-	-
DBSA										
External Loan			800		27,000	27,000	27,000			
<b>Total Capital Transfers and Grants</b>	5	29,820	23,629	22,698	49,088	49,088	49,088	28,274	32,185	39,577
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>		63,291	52,801	55,056	94,702	94,702	94,702	65,641	71,167	80,104

### **Cash Flow Management**

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understandability for councilors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the actual collection rate of billed revenue, and
- Separation of borrowing and loan repayments (no set-off), to assist with MFMA compliance assessment regarding the use of long term borrowing (debt).

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR Table A7 - Budget cash flow statement

NC062 Nama Khoi - Table A7 Budgeted Cash Flows

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Ratepayers and other		84,800	85,638	114,365	160,571	132,837	132,837		155,033	165,110	175,842
Government - operating	1	59,505	46,158	57,020	35,944	36,359	36,359		37,350	38,982	40,527
Government - capital	1				27,758	27,758	27,758		28,274	32,185	39,577
Interest		1,333	1,726	1,940	532	1,344	1,344		3,243	3,454	3,678
Dividends					-	-	-				
<b>Payments</b>											
Suppliers and employees		(101,591)	(115,368)	(150,325)	(175,809)	(168,195)	(168,195)		(197,669)	(210,517)	(224,201)
Finance charges		(2,779)	(2,462)	(1,394)	(1,504)	(1,504)	(1,504)		(2,044)	(2,177)	(2,318)
Transfers and Grants	1				(2,034)	(2,034)	(2,034)		-		
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>41,268</b>	<b>15,692</b>	<b>21,606</b>	<b>45,456</b>	<b>26,564</b>	<b>26,564</b>	<b>-</b>	<b>24,187</b>	<b>27,037</b>	<b>33,105</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE		6			200	7,752	7,752		7,719		
Decrease (Increase) in non-current debtors			10	(349)		-	-			-	
Decrease (increase) other non-current receivables		275	(0)	(8)		-	-				
Decrease (increase) in non-current investments						-	-				
<b>Payments</b>											
Capital assets		(36,421)	(2,593)	(22,504)	(67,570)	(62,570)	(62,570)		(35,993)	(32,185)	(39,577)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(36,139)</b>	<b>(2,582)</b>	<b>(22,861)</b>	<b>(67,370)</b>	<b>(54,818)</b>	<b>(54,818)</b>	<b>-</b>	<b>(28,274)</b>	<b>(32,185)</b>	<b>(39,577)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans					-	-	-				
Borrowing long term/refinancing				497	27,000	27,000	27,000				
Increase (decrease) in consumer deposits		192			55	55	55				
<b>Payments</b>											
Repayment of borrowing		(1,060)	(2,094)	(1,765)	(3,143)	(3,143)	(3,143)		(512)	(529)	(557)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(868)</b>	<b>(2,094)</b>	<b>(1,268)</b>	<b>23,912</b>	<b>23,912</b>	<b>23,912</b>	<b>-</b>	<b>(512)</b>	<b>(529)</b>	<b>(557)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>4,261</b>	<b>11,016</b>	<b>(2,523)</b>	<b>1,998</b>	<b>(4,342)</b>	<b>(4,342)</b>	<b>-</b>	<b>(4,599)</b>	<b>(5,677)</b>	<b>(7,029)</b>
Cash/cash equivalents at the year begin:	2	<b>4,819</b>	<b>9,080</b>	<b>20,096</b>	<b>4,882</b>	<b>4,882</b>	<b>4,882</b>	<b>4,882</b>	<b>5,371</b>	<b>772</b>	<b>(4,905)</b>
Cash/cash equivalents at the year end:	2	<b>9,080</b>	<b>20,096</b>	<b>17,573</b>	<b>6,880</b>	<b>539</b>	<b>539</b>	<b>4,882</b>	<b>772</b>	<b>(4,905)</b>	<b>(11,934)</b>

## Nama Khoi Final Budget 2013-14/2015-16

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### **Cash Backed Reserves/Accumulated Surplus Reconciliation**

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA.



# Nama Khoi Final Budget 2013-14/2015-16

## MBRR Table A8 - Cash backed reserves/accumulated surplus reconciliation

NC062 Nama Khoi - Table A8 Cash backed reserves/accumulated surplus reconciliation

2009/10 Nama RNF - Table 10: Cash backed RNFs accumulated surplus contribution											
Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand											
<u>Cash and investments available</u>											
Cash/cash equivalents at the year end	1	9,080	20,096	17,573	6,880	539	539	4,882	772	(4,905)	(11,934)
Other current investments > 90 days		(12)	(4,250)	(12)	1,760	8,100	8,100	(4,882)	20,000	5,716	12,787
Non current assets - Investments	1	163	163	-	-	-	-	-	-	-	-
Cash and investments available:		9,231	16,009	17,561	8,640	8,640	8,640	-	20,772	811	853
<u>Application of cash and investments</u>											
Unspent conditional transfers		4,567	20,011	14,592	5,600	5,600	5,600	-	10,463	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2								(3,000)		
Other working capital requirements	3	(1,522)	(11,508)	26,343	(77,791)	(66,418)	(66,418)	-	11,430	-	-
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		3,045	8,503	40,936	(72,191)	(60,818)	(60,818)	-	18,893	-	-
Surplus(shortfall)		6,186	7,506	(23,375)	80,831	69,458	69,458	-	1,878	811	853

### References

1. Must reconcile with Budgeted Cash Flows
2. For example: VAT, taxation
3. Council approval for policy required - include sufficient working capital (e.g. allowing for a % of current debtors > 90 days as uncollectable)
4. For example: sinking fund requirements for borrowing
5. Council approval required for each reserve created and basis of cash backing of reserves

### Other working capital requirements

Debtors	21,743	21,263	12,869	87,397	76,024	76,024	-	26,298	-	-
Creditors due	20,221	9,755	39,212	9,606	9,606	9,606	-	37,728	-	-
<b>Total</b>	<b>1,522</b>	<b>11,508</b>	<b>(26,343)</b>	<b>77,791</b>	<b>66,418</b>	<b>66,418</b>	<b>-</b>	<b>(11,430)</b>	<b>-</b>	<b>-</b>

### Debtors collection assumptions

Balance outstanding - debtors	22,415	22,684	11,188	87,129	87,129	87,129	-	29,425	-	-
Estimate of debtors collection rate	97%	94%	115%	100%	87%	87%	0%	89%	95%	96%

### Long term investments committed

Balance (Insert description; eg sinking fund)

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA19 - Expenditure on transfers and grant programs

NC062 Nama Khoi - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand										
<b>EXPENDITURE:</b>	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		24,036	29,172	31,586	34,768	34,768	34,768	36,261	37,817	39,299
Local Government Equitable Share		21,765	27,222	28,625	32,468	32,468	32,468	33,821	35,283	36,682
Finance Management		750	1,200	1,450	1,500	1,500	1,500	1,550	1,600	1,650
Municipal Systems Improvement		850	750	790	800	800	800	890	934	967
DWAF:WSACDBP		671								
Integrated National Electricity Program				721						
Other transfers/grants [insert description]										
Regional Bulk Infr Grant										
Provincial Government:		8,535	-	772	6,846	6,846	6,846	1,106	1,165	1,228
Library		579		772	1,176	1,176	1,176	1,106	1,165	1,228
Taxi Rank		826								
Sport Development										
Housing		7,129			5,670	5,670	5,670			
Other transfers/grants [insert description]										
District Municipality:		900	-	-	-	-	-	-	-	-
[insert description]		900								
Other grant providers:		-	-	-	4,000	4,000	4,000	-	-	-
DBSA					4,000	4,000	4,000			
<b>Total operating expenditure of Transfers and Grants:</b>		33,471	29,172	32,358	45,614	45,614	45,614	37,367	38,982	40,527
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		27,981	17,979	22,698	22,088	22,088	22,088	28,274	32,185	39,577
Integrated National Electricity Program		20,130	9,979	9,435	1,000	1,000	1,000	12,000	18,200	25,000
Municipal Infrastructure Grant		7,851	8,000	13,263	16,088	16,088	16,088	15,274	13,985	14,577
Municipal Infrastructure Grant (MIG)										
Municipal Infrastructure Grant (MIG)										
ACIP					4,000	4,000	4,000	1,000		
					1,000	1,000	1,000			
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
District Municipality:		1,839	4,850	-	-	-	-	-	-	-
Various projects		1,638	4,850							
		200								
Other grant providers:		-	800	-	27,000	27,000	27,000	-	-	-
DBSA										
			800		27,000	27,000	27,000			
<b>Total capital expenditure of Transfers and Grants</b>		29,820	23,629	22,698	49,088	49,088	49,088	28,274	32,185	39,577
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>		63,291	52,801	55,056	94,702	94,702	94,702	65,641	71,167	80,104

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA 20 - Reconciliation between of transfers, grant receipts and unspent funds

NC062 Nama Khoi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>										
<b>Operating transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total operating transfers and grants revenue</b>		-	-	-	-	-	-	-	-	-
<b>Total operating transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>Capital transfers and grants:</b>	1,3									
<b>National Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Provincial Government:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>District Municipality:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Other grant providers:</b>										
Balance unspent at beginning of the year										
Current year receipts										
<b>Conditions met - transferred to revenue</b>		-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities										
<b>Total capital transfers and grants revenue</b>		-	-	-	-	-	-	-	-	-
<b>Total capital transfers and grants - CTBM</b>	2	-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS REVENUE</b>		-	-	-	-	-	-	-	-	-
<b>TOTAL TRANSFERS AND GRANTS - CTBM</b>		-	-	-	-	-	-	-	-	-

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA22 - Summary of councilor and staff benefits

NC062 Nama Khoi - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
	1	A	B	C	D	E	F	G	H	I
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		2,196	2,523		2,898	2,783	2,783	2,741	2,881	3,029
Pension and UIF Contributions		330	378		173	417	417	405	426	448
Medical Aid Contributions			-			-	-			
Motor Vehicle Allowance		843	-		1,003	1,067	1,067	1,292	1,358	1,428
Cellphone Allowance		194	967		214	226	226			
Housing Allowances			222			-	-			
Other benefits and allowances						-	-			
<b>Sub Total - Councillors</b>		3,564	4,091	-	4,288	4,493	4,493	4,438	4,665	4,904
% increase	4		14.8%	(100.0%)	-	4.8%	-	(1.2%)	5.1%	5.1%
<b>Senior Managers of the Municipality</b>	2									
Basic Salaries and Wages		2,147	1,703		3,473	4,041	4,041	5,183	5,463	5,758
Pension and UIF Contributions		516	283		298	518	518	228	240	254
Medical Aid Contributions		-	147		66	168	168	130	137	144
Overtime		1,167	802			-	-	-		
Performance Bonus		-	-			-	-			
Motor Vehicle Allowance	3	235	59			-	-	708	747	787
Cellphone Allowance	3	156	-			-	-			
Housing Allowances	3		9			20	20			
Other benefits and allowances	3				831	1,961	1,961	179	189	199
Payments in lieu of leave						-	-			
Long service awards						-	-			
Post-retirement benefit obligations	6					-	-			
<b>Sub Total - Senior Managers of Municipality</b>		4,221	3,003	-	4,668	6,707	6,707	6,428	6,775	7,142
% increase	4		(28.8%)	(100.0%)	-	43.7%	-	(4.2%)	5.4%	5.4%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		22,497	26,773		33,631	33,349	33,349	43,840	46,207	48,702
Pension and UIF Contributions		4,007	4,341		6,892	4,954	4,954	6,078	6,407	6,753
Medical Aid Contributions		601	649		1,139	1,112	1,112	1,299	1,369	1,443
Overtime		2,123	2,114		1,851	1,985	1,985	2,158	2,275	2,398
Performance Bonus		-	-			-	-			
Motor Vehicle Allowance	3	190	59			-	-	3,765	3,968	4,183
Cellphone Allowance	3	1,252	-			-	-			
Housing Allowances	3	1,759	-		317	299	299	309	326	343
Other benefits and allowances	3		3,983		7,321	13,965	13,965	5,124	5,401	5,693
Payments in lieu of leave					332	332	332			
Long service awards						-	-			
Post-retirement benefit obligations	6					788	788			
<b>Sub Total - Other Municipal Staff</b>		32,430	37,919	-	51,483	56,785	56,785	62,574	65,953	69,514
% increase	4		16.9%	(100.0%)	-	10.3%	-	10.2%	5.4%	5.4%
<b>Total Parent Municipality</b>		40,214	45,013	-	60,439	67,985	67,985	73,439	77,393	81,560

**MBRR SA23 - Salaries, allowances and benefits (political office bearers/councilors/senior managers)**

Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
<b>Councillors</b>	3							
Speaker	4		337,446	50,616	150,618			538,680
Chief Whip								–
Executive Mayor			421,808	63,271	182,956			668,035
Deputy Executive Mayor								–
Executive Committee			336,392	50,459	155,478			542,329
Total for all other councillors			1,645,044	240,758	803,031			2,688,833
<b>Total Councillors</b>	8	–	2,740,690	405,104	1,292,083			4,437,877
<b>Senior Managers of the Municipality</b>	5							
Municipal Manager			1,041,863					1,041,863
Chief Financial Officer			855,750					855,750
Corporate Service Managet			819,677					819,677
								–
								–
<i>List of each official with packages &gt;= senior manager</i>								
HOD: Internal Audit			424,637	137,452	174,586			736,675
HOD: Electrical Department			457,816	4,650	331,834			794,300
HOD: Technical Department			568,637	106,126	180,850			855,613
HOD: Community Service			414,684	135,490	173,757			723,931
HOD: Legal Unit								–
HOD: LED/Tourism			340,851	100,624	161,868			603,344
HEAD: Finance			424,637	122,872	177,830			725,340
								–
								–
								–
								–
								–
								–
<b>Total Senior Managers of the Municipality</b>	8,10	–	5,348,551	607,214	1,200,727	–		7,156,493
<b>A Heading for Each Entity</b>	6,7							
List each member of board by designation								
								–
								–
								–
								–
								–
								–
								–
								–
								–
								–
								–
<b>Total for municipal entities</b>	8,10	–	–	–	–	–		–
<b>TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION</b>	10	–	8,089,241	1,012,318	2,492,810	–		11,594,370

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## MBRR SA24 – Summary of personnel numbers

NC062 Nama Khoi - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers Number	Ref	2011/12			Current Year 2012/13			Budget Year 2013/14		
		Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
<b>Municipal Council and Boards of Municipal Entities</b>										
Councillors (Political Office Bearers plus Other Councillors)		17		17	17		17			
Board Members of municipal entities	4									
<b>Municipal employees</b>	5									
Municipal Manager and Senior Managers	3				8	5	3			
Other Managers	7	5	4	1	15	13				
Professionals		21	17	1	21	17	1	-	-	-
<i>Finance</i>		2	2		2	2				
<i>Spatial/town planning</i>		6	4		6	4				
<i>Information Technology</i>		2	1		2	1				
<i>Roads</i>										
<i>Electricity</i>		6	5	1	6	5	1			
<i>Water</i>										
<i>Sanitation</i>		1	1		1	1				
<i>Refuse</i>		1	1		1	1				
<i>Other</i>		3	3		3	3				
Technicians		11	8	1	11	8	1	-	-	-
<i>Finance</i>										
<i>Spatial/town planning</i>										
<i>Information Technology</i>										
<i>Roads</i>		1			1					
<i>Electricity</i>		7	5	1	7	5	1			
<i>Water</i>		1	1		1	1				
<i>Sanitation</i>		1	1		1	1				
<i>Refuse</i>		1	1		1	1				
<i>Other</i>										
Clerks (Clerical and administrative)		27	22		27	22				
Service and sales workers		36	33		36	33				
Skilled agricultural and fishery workers										
Craft and related trades										
Plant and Machine Operators		45	39		45	39				
Elementary Occupations		125	125		125	125				
<b>TOTAL PERSONNEL NUMBERS</b>	9	<b>287</b>	<b>248</b>	<b>20</b>	<b>305</b>	<b>262</b>	<b>22</b>	<b>-</b>	<b>-</b>	<b>-</b>
% increase					6.3%	5.6%	10.0%	(100.0%)	(100.0%)	(100.0%)
<b>Total municipal employees headcount</b>	6, 10	<b>314</b>	<b>308</b>	<b>6</b>	<b>305</b>	<b>262</b>	<b>22</b>			
Finance personnel headcount	8, 10	<b>35</b>	<b>35</b>		<b>43</b>	<b>41</b>	<b>2</b>			
Human Resources personnel headcount	8, 10	<b>3</b>	<b>3</b>		<b>4</b>	<b>4</b>				

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA25 - Budgeted monthly revenue and expenditure

NC062 Nama Khoi - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description		Ref	Budget Year 2013/14											Medium Term Revenue and Expenditure Framework				
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	
<b>Revenue By Source</b>																		
Property rates			36,259	(1,908)	33	(0)	5	8	(64)	(3)	(2)	(3)	(137)	(136)	34,052	35,891	37,829	
Property rates - penalties & collection charges			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Service charges - electricity revenue			5,954	6,852	6,373	5,914	5,884	6,510	6,449	6,921	4,819	5,830	6,590	7,296	75,393	79,465	83,756	
Service charges - water revenue			2,280	2,229	2,076	2,751	2,594	2,769	2,764	3,037	3,622	2,320	1,508	1,594	29,546	31,141	32,823	
Service charges - sanitation revenue			610	578	604	618	611	613	583	600	591	601	573	627	7,209	7,598	8,008	
Service charges - refuse revenue			854	841	839	806	816	834	837	834	835	834	827	909	10,066	10,610	11,183	
Service charges - other			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rental of facilities and equipment			2	1	2	18	1	1	1	3	1	1	1	1	33	35	37	
Interest earned - external investments			13	275	281	249	237	204	116	161	116	30	152	165	1,999	2,107	2,221	
Interest earned - outstanding debtors			86	88	92	102	92	97	103	96	114	118	120	135	1,244	1,311	1,382	
Dividends received			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fines			0	2	5	9	33	10	12	47	21	36	34	40	250	264	278	
Licences and permits			168	93	79	88	99	53	91	83	83	85	88	97	1,106	1,165	1,228	
Agency services			28	215	109	4	148	39	78	136	120	108	105	116	1,206	1,271	1,339	
Transfers recognised - operational			19,441	1,150	-	-	2,774	-	-	(0)	13,986	-	-	-	37,350	39,367	41,493	
Other revenue														13,361	13,361	5,736	6,046	
Gains on disposal of PPE														-	-	-	-	
Total Revenue (excluding capital transfers and contribution)			65,694	10,419	10,492	10,559	13,295	11,138	10,970	11,914	24,305	9,959	9,862	24,207	212,815	215,960	227,622	
<b>Expenditure By Type</b>																		
Employee related costs			6,191	5,503	6,191	5,503	5,503	6,191	6,191	5,503	6,191	6,191	5,503	4,127	68,788	72,641	76,708	
Remuneration of councillors			356	356	356	356	378	356	378	356	378	356	356	467	4,444	4,693	4,956	
Debt impairment														2,943	2,943	3,108	3,282	
Depreciation & asset impairment														5,103	5,103	7,973	8,404	
Finance charges														2,044	2,044	2,158	2,279	
Bulk purchases			6,529	5,804	5,804	5,804	8,705	5,804	5,804	5,804	5,804	5,804	5,804	5,078	72,544	76,606	80,896	
Other materials			854	103										9,715	10,672	11,270	11,901	
Contracted services				5		5		35				25	29	1	100	106	112	
Transfers and grants					1,370		1,121			1,619		809	809	498	6,226	-	-	
Other expenditure			2,596	1,947	1,622	3,284	2,596	3,083	4,066	2,628	2,596	2,447	3,170	2,414	32,449	36,995	39,083	
Loss on disposal of PPE														-	-	-	-	
Total Expenditure			16,525	13,717	15,342	14,951	18,303	15,468	16,438	15,909	14,968	15,631	15,671	32,390	205,313	215,549	227,620	
Surplus/(Deficit)			49,169	(3,299)	(4,850)	(4,392)	(5,008)	(4,330)	(5,468)	(3,995)	9,337	(5,672)	(5,808)	(8,183)	7,502	411	2	
Transfers recognised - capital														28,274	28,274	-	-	
Contributions recognised - capital														-	-	-	-	
Contributed assets														-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions			49,169	(3,299)	(4,850)	(4,392)	(5,008)	(4,330)	(5,468)	(3,995)	9,337	(5,672)	(5,808)	20,091	35,776	411	2	
Taxation														-	-	-	-	
Attributable to minorities														-	-	-	-	
Share of surplus/ (deficit) of associate														-	-	-	-	
Surplus/(Deficit)			1	49,169	(3,299)	(4,850)	(4,392)	(5,008)	(4,330)	(5,468)	(3,995)	9,337	(5,672)	(5,808)	20,091	35,776	411	2

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA26 - Budgeted monthly revenue and expenditure (municipal vote)

NC062 Nama Khoi - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description		Ref	Budget Year 2013/14											Medium Term Revenue and Expenditure Framework			
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue by Vote</b>																	
Vote 1 - Municipal Manager			41	48	34	40	22	59	50	48	61	45	47	41	534	563	593
Vote 2 - Financial Services			3,372	3,270	3,834	5,372	5,223	5,493	8,398	8,150	8,212	5,461	7,062	7,909	71,759	75,423	79,496
Vote 3 - Corporate Services			558	630	618	750	251	766	635	884	721	631	738	791	7,972	267	282
Vote 4 - Community Services: Community Development			1,520	1,676	1,470	1,635	273	1,640	1,709	1,579	1,630	1,625	1,540	1,536	17,835	18,798	19,813
Vote 5 - Community Services: Public Safety			183	207	204	215	7	242	250	252	281	258	234	232	2,566	2,705	2,851
Vote 6 - Electrical Engineering Services			1,174	1,604	14,718	10,037	8,843	9,470	9,851	8,380	2,992	1,254	9,466	9,605	87,393	79,465	83,756
Vote 7 - Infrastructure, Engineering & Technical Services			4,738	3,718	3,526	3,749	1,358	4,126	4,410	6,816	4,497	8,941	3,562	3,587	53,028	38,739	40,831
Vote 8 - [NAME OF VOTE 8]														-	-	-	-
Vote 9 - [NAME OF VOTE 9]														-	-	-	-
Vote 10 - [NAME OF VOTE 10]														-	-	-	-
Vote 11 - [NAME OF VOTE 11]														-	-	-	-
Vote 12 - [NAME OF VOTE 12]														-	-	-	-
Vote 13 - [NAME OF VOTE 13]														-	-	-	-
Vote 14 - [NAME OF VOTE 14]														-	-	-	-
Vote 15 - [NAME OF VOTE 15]														-	-	-	-
<b>Total Revenue by Vote</b>			<b>11,586</b>	<b>11,154</b>	<b>24,404</b>	<b>21,798</b>	<b>15,978</b>	<b>21,796</b>	<b>25,303</b>	<b>26,110</b>	<b>18,394</b>	<b>18,216</b>	<b>22,649</b>	<b>23,702</b>	<b>241,089</b>	<b>215,960</b>	<b>227,622</b>
<b>Expenditure by Vote to be appropriated</b>																	
Vote 1 - Municipal Manager			1,367	1,614	1,128	1,352	741	1,974	1,666	1,600	2,043	1,530	1,568	1,731	18,315	19,340	20,423
Vote 2 - Financial Services			1,321	1,281	1,502	2,104	2,046	2,151	3,289	3,192	3,216	2,139	2,766	3,110	28,115	29,690	31,353
Vote 3 - Corporate Services			1,330	1,499	1,471	1,786	597	1,823	1,511	2,105	1,716	1,503	1,757	1,959	19,059	18,865	19,921
Vote 4 - Community Services: Community Development			1,760	1,941	1,702	1,893	316	1,899	1,979	1,829	1,887	1,882	1,784	1,970	20,842	22,009	23,241
Vote 5 - Community Services: Public Safety			469	531	524	550	19	620	642	647	721	662	600	666	6,648	7,021	7,414
Vote 6 - Electrical Engineering Services			808	1,104	10,126	6,905	6,084	6,516	6,778	5,766	2,058	863	6,513	7,415	60,935	64,348	67,951
Vote 7 - Infrastructure, Engineering & Technical Services			4,570	3,587	3,401	3,617	1,310	3,980	4,254	6,576	4,338	8,625	3,437	3,703	51,399	54,277	57,317
Vote 8 - [NAME OF VOTE 8]														-	-	-	-
Vote 9 - [NAME OF VOTE 9]														-	-	-	-
Vote 10 - [NAME OF VOTE 10]														-	-	-	-
Vote 11 - [NAME OF VOTE 11]														-	-	-	-
Vote 12 - [NAME OF VOTE 12]														-	-	-	-
Vote 13 - [NAME OF VOTE 13]														-	-	-	-
Vote 14 - [NAME OF VOTE 14]														-	-	-	-
Vote 15 - [NAME OF VOTE 15]														-	-	-	-
<b>Total Expenditure by Vote</b>			<b>11,624</b>	<b>11,557</b>	<b>19,854</b>	<b>18,207</b>	<b>11,114</b>	<b>18,963</b>	<b>20,119</b>	<b>21,714</b>	<b>15,980</b>	<b>17,204</b>	<b>18,423</b>	<b>20,554</b>	<b>205,313</b>	<b>215,549</b>	<b>227,620</b>
<b>Surplus/(Deficit) before assoc.</b>			<b>(38)</b>	<b>(403)</b>	<b>4,550</b>	<b>3,591</b>	<b>4,864</b>	<b>2,833</b>	<b>5,184</b>	<b>4,397</b>	<b>2,413</b>	<b>1,012</b>	<b>4,226</b>	<b>3,148</b>	<b>35,776</b>	<b>411</b>	<b>2</b>
Taxation														-	-	-	-
Attributable to minorities														-	-	-	-
Share of surplus/ (deficit) of associate														-	-	-	-
<b>Surplus/(Deficit)</b>		<b>1</b>	<b>(38)</b>	<b>(403)</b>	<b>4,550</b>	<b>3,591</b>	<b>4,864</b>	<b>2,833</b>	<b>5,184</b>	<b>4,397</b>	<b>2,413</b>	<b>1,012</b>	<b>4,226</b>	<b>3,148</b>	<b>35,776</b>	<b>411</b>	<b>2</b>



# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA27 - Budgeted monthly revenue and expenditure (standard classification)

NC062 Nama Khoi - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Revenue - Standard</b>																
<i>Governance and administration</i>		54,910	(762)	54	4,894	3,376	639	622	1,000	13,767	534	601	630	80,266	76,254	80,371
Executive and council		30	59	–	52	19	68	71	10	–	48	80	97	534	563	593
Budget and treasury office		54,566	(1,236)	(265)	385	2,992	355	260	342	13,539	314	252	253	71,759	75,423	79,496
Corporate services		314	414	320	4,456	365	217	291	648	228	172	269	279	7,972	267	282
<i>Community and public safety</i>		1,550	855	737	587	775	596	668	762	689	746	721	787	9,473	9,984	10,523
Community and social services		1,396	511	518	468	497	485	474	506	453	516	485	525	6,833	7,202	7,591
Sport and recreation		6	7	8	7	5	4	5	4	6	6	7	8	73	77	82
Public safety		147	336	211	112	273	107	189	252	230	225	229	255	2,566	2,705	2,851
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		1,292	1,292	1,292	1,598	1,343	1,292	1,292	1,292	1,292	1,292	1,422	1,574	16,274	–	–
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		1,292	1,292	1,292	1,598	1,343	1,292	1,292	1,292	1,292	1,292	1,422	1,574	16,274	–	–
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Trading services</i>		10,635	11,586	10,896	11,021	10,851	11,785	11,654	12,507	10,628	10,515	10,547	11,588	134,214	128,814	135,770
Electricity		6,895	7,940	7,380	6,848	6,834	7,539	7,474	8,035	5,585	6,764	7,640	8,459	87,393	79,465	83,756
Water		2,276	2,226	2,073	2,749	2,590	2,798	2,760	3,038	3,617	2,317	1,507	1,593	29,546	31,141	32,823
Waste water management		610	578	604	618	611	613	583	600	591	601	573	627	7,209	7,598	8,008
Waste management		854	841	839	806	816	834	837	834	835	834	827	909	10,066	10,610	11,183
<i>Other</i>		57	47	38	57	102	23	283	49	37	68	49	52	863	909	958
<b>Total Revenue - Standard</b>		68,444	13,018	13,018	18,156	16,448	14,335	14,519	15,610	26,413	13,156	13,339	14,631	241,089	215,960	227,622
<b>Expenditure - Standard</b>																
<i>Governance and administration</i>		4,013	4,452	4,075	5,211	3,380	5,929	6,451	6,860	6,961	5,141	6,146	6,869	65,489	67,895	71,697
Executive and council		1,354	1,395	1,152	1,381	757	2,016	1,701	1,634	2,087	1,550	1,563	1,726	18,315	19,340	20,423
Budget and treasury office		1,321	1,281	1,502	2,104	2,046	2,151	3,289	3,192	3,216	2,139	2,766	3,110	28,115	28,429	30,021
Corporate services		1,338	1,777	1,422	1,726	577	1,762	1,461	2,035	1,659	1,453	1,817	2,033	19,059	20,126	21,253
<i>Community and public safety</i>		1,148	1,462	1,340	1,256	341	1,490	1,518	1,544	1,597	1,796	1,261	1,381	16,135	17,038	17,992
Community and social services		677	930	815	703	322	868	875	896	874	1,134	659	713	9,466	9,997	10,556
Sport and recreation		2	2	2	3	0	2	2	2	2	(0)	2	2	20	21	22
Public safety		469	531	524	550	19	620	642	647	721	662	600	666	6,648	7,021	7,414
Housing		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		1,115	709	650	713	413	839	838	974	810	795	611	659	9,126	9,637	10,177
Planning and development		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Road transport		1,115	709	650	713	413	839	838	974	810	795	611	659	9,126	9,637	10,177
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<i>Trading services</i>		4,111	4,623	13,433	10,373	6,439	10,141	10,823	13,350	5,983	13,294	10,033	11,227	113,831	120,205	126,937
Electricity		808	1,104	10,126	6,905	6,084	6,516	6,778	5,766	2,058	863	6,513	7,415	60,935	64,348	67,951
Water		1,902	1,846	1,781	1,878	201	1,972	2,165	5,835	2,031	10,562	1,884	2,001	34,057	35,964	37,978
Waste water management		628	650	642	651	148	658	783	826	945	821	697	769	8,215	8,676	9,161
Waste management		774	1,023	884	938	6	996	1,098	923	949	1,049	940	1,042	10,623	11,218	11,846
<i>Other</i>		4,382	341	326	460	1,122	357	433	711	436	511	741	802	10,623	11,218	11,846
<b>Total Expenditure - Standard</b>		14,769	11,586	19,825	18,013	11,695	18,757	20,063	23,439	15,787	21,538	18,792	20,938	215,204	225,994	238,649
<b>Surplus/(Deficit) before assoc.</b>		53,676	1,431	(6,807)	143	4,753	(4,421)	(5,544)	(7,829)	10,626	(8,382)	(5,452)	(6,307)	25,886	(10,033)	(11,027)
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit)</b>	1	53,676	1,431	(6,807)	143	4,753	(4,421)	(5,544)	(7,829)	10,626	(8,382)	(5,452)	(6,307)	25,886	(10,033)	(11,027)

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA28 - Budgeted monthly capital expenditure (municipal vote)

NC062 Nama Khoi - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)

Description R thousand	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Multi-year expenditure to be appropriated</b>	1															
Vote 1 - Municipal Manager													-	-	-	-
Vote 2 - Financial Services													-	-	-	-
Vote 3 - Corporate Services													4,000	4,000	4,216	4,444
Vote 4 - Community Services: Community Development													1,865	1,865	1,966	2,072
Vote 5 - Community Services: Public Safety													-	-	-	-
Vote 6 - Electrical Engineering Services													12,240	12,240	12,901	13,598
Vote 7 - Infrastructure, Engineering & Technical Services													17,859	17,859	18,823	19,840
Vote 8 - [NAME OF VOTE 8]													-	-	-	-
Vote 9 - [NAME OF VOTE 9]													-	-	-	-
Vote 10 - [NAME OF VOTE 10]													-	-	-	-
Vote 11 - [NAME OF VOTE 11]													-	-	-	-
Vote 12 - [NAME OF VOTE 12]													-	-	-	-
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	2	-	-	-	-	-	-	-	-	-	-	-	35,964	35,964	37,906	39,953
<b>Single-year expenditure to be appropriated</b>																
Vote 1 - Municipal Manager													-	-	-	-
Vote 2 - Financial Services													-	-	-	-
Vote 3 - Corporate Services													-	-	-	-
Vote 4 - Community Services: Community Development													-	-	-	-
Vote 5 - Community Services: Public Safety													-	-	-	-
Vote 6 - Electrical Engineering Services													-	-	-	-
Vote 7 - Infrastructure, Engineering & Technical Services													-	-	-	-
Vote 8 - [NAME OF VOTE 8]													-	-	-	-
Vote 9 - [NAME OF VOTE 9]													-	-	-	-
Vote 10 - [NAME OF VOTE 10]													-	-	-	-
Vote 11 - [NAME OF VOTE 11]													-	-	-	-
Vote 12 - [NAME OF VOTE 12]													-	-	-	-
Vote 13 - [NAME OF VOTE 13]													-	-	-	-
Vote 14 - [NAME OF VOTE 14]													-	-	-	-
Vote 15 - [NAME OF VOTE 15]													-	-	-	-
<b>Capital single-year expenditure sub-total</b>	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure</b>	2	-	-	-	-	-	-	-	-	-	-	-	35,964	35,964	37,906	39,953

## Nama Khoi Final Budget 2013-14/2015-16

### MBRR SA29 - Budgeted monthly capital expenditure (standard classification)

NC062 Nama Khoi - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)

Description R thousand	Ref	Budget Year 2013/14												Medium Term Revenue and Expenditure		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Capital Expenditure - Standard</b>	1															
<i>Governance and administration</i>		-	-	-	-	-	-	-	-	-	-	-	4,000	4,000	4,216	4,444
Executive and council													-	-	-	-
Budget and treasury office													-	-	-	-
Corporate services													4,000	4,000	4,216	4,444
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-	-	-	265	265	217	229
Community and social services													-	-	-	-
Sport and recreation													265	265	217	229
Public safety													-	-	-	-
Housing													-	-	-	-
Health													-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-	-	-	16,324	16,324	17,153	18,079
Planning and development													16,324	16,324	17,153	18,079
Road transport													-	-	-	-
Environmental protection													-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-	-	-	15,040	15,040	(63,866)	(67,314)
Electricity													12,240	12,240	(66,817)	(70,425)
Water													-	-	-	-
Waste water management													1,200	1,200	1,265	1,333
Waste management													1,600	1,600	1,686	1,777
<i>Other</i>													385	385	63	66
<b>Total Capital Expenditure - Standard</b>	2															
		-	-	-	-	-	-	-	-	-	-	-	36,014	36,014	(42,217)	(44,497)

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA30 - Budgeted monthly cash flow

NC062 Nama Khoi - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2013/14												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>Cash Receipts By Source</b>													1		
Property rates	2,221	2,894	4,194	3,125	4,731	2,228	2,331	2,515	2,376	2,483	2,380	2,575	34,052	36,266	38,623
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	5,536	6,402	6,304	6,222	6,171	5,685	5,636	5,980	5,556	6,071	5,848	6,422	71,833	76,502	81,474
Service charges - water revenue	1,625	1,816	1,917	1,978	2,158	2,100	2,096	2,800	2,397	2,467	2,283	2,528	26,166	27,866	29,678
Service charges - sanitation revenue	525	545	553	569	590	531	538	561	526	566	575	635	6,713	7,149	7,614
Service charges - refuse revenue	594	662	693	724	706	609	664	677	672	733	712	788	8,233	8,768	9,338
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	3	-	2	17	1	1	1	3	1	1	1	1	33	35	37
Interest earned - external investments	121	-	313	249	258	227	134	179	129	33	169	186	1,999	2,129	2,267
Interest earned - outstanding debtors	-	-	106	119	107	113	120	112	132	137	139	160	1,244	1,325	1,411
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	0	-	10	52	38	12	2	43	4	33	26	29	250	267	284
Licences and permits	133	-	89	105	112	60	103	94	98	97	101	112	1,106	1,177	1,254
Agency services	-	-	-	-	-	-	-	-	-	-	-	1,206	1,206	1,284	1,368
Transfer receipts - operational	14,295	1,332	193	-	1,836	5,437	-	-	9,258	-	2,410	2,589	37,350	38,982	40,527
Other revenue	886	385	242	353	796	670	257	298	713	168	326	349	5,442	5,796	6,173
<b>Cash Receipts by Source</b>	<b>25,940</b>	<b>14,035</b>	<b>14,617</b>	<b>13,514</b>	<b>17,504</b>	<b>17,673</b>	<b>11,882</b>	<b>13,262</b>	<b>21,862</b>	<b>12,788</b>	<b>14,970</b>	<b>17,579</b>	<b>195,626</b>	<b>207,546</b>	<b>220,048</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	-	-	-	-	-	-	-	-	-	-	-	28,274	28,274	32,185	39,577
Contributions recognised - capital & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	7,719	7,719	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>	<b>25,940</b>	<b>14,035</b>	<b>14,617</b>	<b>13,514</b>	<b>17,504</b>	<b>17,673</b>	<b>11,882</b>	<b>13,262</b>	<b>21,862</b>	<b>12,788</b>	<b>14,970</b>	<b>53,572</b>	<b>231,619</b>	<b>239,731</b>	<b>259,625</b>
<b>Cash Payments by Type</b>															
Employee related costs	5,213	5,736	5,639	5,173	5,570	5,073	5,955	6,110	5,971	5,936	5,897	6,514	68,788	73,260	78,021
Remuneration of councillors	338	338	303	333	343	721	361	359	287	343	343	374	4,444	4,733	5,040
Finance charges	-	-	289	460	41	-	684	-	460	36	37	37	2,044	2,177	2,318
Bulk purchases - Electricity	5,237	8,729	5,119	7,367	-	10,150	3,087	2,040	3,432	2,523	1,508	1,556	50,748	54,047	57,560
Bulk purchases - Water & Sewer	3,075	-	-	2,718	-	3,182	3,715	2,272	5,178	-	812	844	21,796	23,212	24,721
Other materials	-	-	-	-	-	-	-	-	-	-	-	10,672	10,672	11,366	12,104
Contracted services	7	-	7	7	15	-	7	7	7	7	15	18	100	107	113
Transfers and grants - other municipalities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	2,420	4,503	2,215	2,587	4,303	4,155	2,874	2,780	3,765	3,668	3,718	4,133	41,121	43,794	46,640
<b>Cash Payments by Type</b>	<b>16,290</b>	<b>19,307</b>	<b>13,573</b>	<b>18,646</b>	<b>10,272</b>	<b>23,281</b>	<b>16,682</b>	<b>13,570</b>	<b>19,101</b>	<b>12,513</b>	<b>12,329</b>	<b>24,149</b>	<b>199,713</b>	<b>212,694</b>	<b>226,519</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	706	-	-	-	-	-	-	-	-	-	-	35,287	35,993	32,185	39,577
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	512	512	529	557
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>	<b>16,995</b>	<b>19,307</b>	<b>13,573</b>	<b>18,646</b>	<b>10,272</b>	<b>23,281</b>	<b>16,682</b>	<b>13,570</b>	<b>19,101</b>	<b>12,513</b>	<b>12,329</b>	<b>59,948</b>	<b>236,218</b>	<b>245,408</b>	<b>266,653</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>8,945</b>	<b>(5,272)</b>	<b>1,044</b>	<b>(5,132)</b>	<b>7,232</b>	<b>(5,609)</b>	<b>(4,800)</b>	<b>(308)</b>	<b>2,761</b>	<b>275</b>	<b>2,642</b>	<b>(6,376)</b>	<b>(4,599)</b>	<b>(5,677)</b>	<b>(7,029)</b>
Cash/cash equivalents at the month/year begin:	5,371	14,315	9,043	10,087	4,955	12,187	6,578	1,778	1,470	4,231	4,506	7,148	5,371	772	(4,905)
Cash/cash equivalents at the month/year end:	14,315	9,043	10,087	4,955	12,187	6,578	1,778	1,470	4,231	4,506	7,148	772	772	(4,905)	(11,934)

## **Annual budgets and SDBIPs – internal departments**

The Service Delivery Budget and Implementation Plan will be approved by Council on the 27th June 2013.

## **2.7 Contracts having future budgetary implications**

No contracts are awarded beyond the medium-term revenue and expenditure framework (three years)

## **Capital expenditure details**

The following three tables present details of the Municipality's capital expenditure program, firstly on new assets, then the renewal of assets and finally on the repair and maintenance of assets.

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA 34a - Capital expenditure on new assets by asset class

NC062 Nama Khoi - Supporting Table SA34a Capital expenditure on new assets by asset class

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		34,011	-	17,027	46,090	47,832	47,832	28,899	32,564	40,005
Infrastructure - Road transport		3,987	-	1,080	8,300	7,878	7,878	16,274	13,958	14,577
Roads, Pavements & Bridges		3,987		1,080	1,000	1,000	1,000	16,274	13,958	14,577
Storm water					7,300	6,878	6,878			
Infrastructure - Electricity		23,291	-	11,150	29,190	29,752	29,752	12,240	18,200	25,000
Generation						-	-			
Transmission & Reticulation		23,291		11,150	29,190	29,752	29,752	12,240	18,200	25,000
Street Lighting						-	-			
Infrastructure - Water		6,703	-	119	-	2,526	2,526	-	-	-
Dams & Reservoirs		6,703		119		2,526	2,526			
Water purification						-	-			
Reticulation						-	-			
Infrastructure - Sanitation		30	-	4,678	6,300	5,376	5,376	-	-	-
Reticulation		30		4,678	2,300	1,083	1,083			
Sewerage purification					4,000	4,293	4,293			
Infrastructure - Other		-	-	-	2,300	2,300	2,300	385	406	428
Waste Management										
Transportation	2									
Gas										
Other	3				2,300	2,300	2,300	385	406	428
<b>Community</b>		506	-	5,123	7,200	4,008	4,008	265	279	295
Parks & gardens								206	217	229
Sportsfields & stadia		270		2,123	4,800	4,008	4,008			
Swimming pools										
Community halls										
Libraries										
Recreational facilities					1,200					
Fire, safety & emergency										
Security and policing										
Buses	7									
Clinics										
Museums & Art Galleries										
Cemeteries					1,200					
Social rental housing	8									
Other		236		3,000				59	63	66
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									

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<u>Investment properties</u>		-	-	-	5,670	5,670	5,670	-	-	-
Housing development					5,670	5,670	5,670			
Other										
<u>Other assets</u>		2,480	2,593	749	7,930	4,700	4,700	6,800	3,794	3,999
General vehicles					950	300	300	1,200		
Specialised vehicles	10	-	-	-	1,000	-	-	1,600	-	-
Plant & equipment					3,020	2,900	2,900			
Computers - hardware/equipment						-	-			
Furniture and other office equipment					660	200	200	250	264	278
Abattoirs						-	-			
Markets						-	-			
Civic Land and Buildings						-	-			
Other Buildings					1,800	800	800	3,400	3,162	3,333
Other Land						-	-			
Surplus Assets - (Investment or Inventory)						-	-			
Other		2,480	2,593	749	500	500	500	350	369	389
<u>Agricultural assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Biological assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Intangibles</u>		-	-	-	420	100	100	-	-	-
Computers - software & programming					420	100	100			
Other (list sub-class)										
Total Capital Expenditure on new assets	1	36,997	2,593	22,899	67,310	62,310	62,310	35,964	36,638	44,299

<u>Specialised vehicles</u>		-	-	-	1,000	-	-	1,600	-	-
Refuse					1,000			1,600		
Fire										
Conservancy										
Ambulances										

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## MBRR SA34b - Capital expenditure on the renewal of existing assets by asset class

NC062 Nama Khoi - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1									
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges										
Storm water										
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Generation										
Transmission & Reticulation										
Street Lighting										
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Dams & Reservoirs										
Water purification										
Reticulation										
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation										
Sewerage purification										
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Waste Management										
Transportation	2									
Gas										
Other	3									
<b>Community</b>		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses	7									
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing	8									
Other										
<b>Heritage assets</b>		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									



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<u>Investment properties</u>		-	-	-	-	-	-	-	-	-
Housing development										
Other										
<u>Other assets</u>		-	-	-	-	-	-	-	-	-
General vehicles										
Specialised vehicles	10	-	-	-	-	-	-	-	-	-
Plant & equipment										
Computers - hardware/equipment										
Furniture and other office equipment										
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings										
Other Land										
Surplus Assets - (Investment or Inventory)										
Other										
<u>Agricultural assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Biological assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (list sub-class)										
Total Capital Expenditure on renewal of existing assets	1	-	-	-	-	-	-	-	-	-
<u>Specialised vehicles</u>		-	-	-	-	-	-	-	-	-
Refuse										
Fire										
Conservancy										
Ambulances										
Renewal of Existing Assets as % of total capex		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Renewal of Existing Assets as % of deprecn"		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

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## MBRR SA34c - Repairs and maintenance expenditure by asset class

NC062 Nama Khoi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand	1									
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>										
<b>Infrastructure</b>		-	-	3,450	11,280	11,280	11,280	5,527	5,810	6,107
Infrastructure - Road transport		-	-	500	2,000	2,000	2,000	700	736	774
Roads, Pavements & Bridges				500	2,000	2,000	2,000	700	736	774
Storm water										
Infrastructure - Electricity		-	-	803	-	-	-	800	841	884
Generation										
Transmission & Reticulation				803				800	841	884
Street Lighting				-						
Infrastructure - Water		-	-	1,408	2,850	2,850	2,850	1,100	1,156	1,216
Dams & Reservoirs										
Water purification										
Reticulation				1,408	2,850	2,850	2,850	1,100	1,156	1,216
Infrastructure - Sanitation		-	-	739	2,000	2,000	2,000	1,027	1,080	1,135
Reticulation				739	2,000	2,000	2,000	1,027	1,080	1,135
Sewerage purification										
Infrastructure - Other		-	-	-	4,430	4,430	4,430	1,900	1,997	2,100
Waste Management					3,700	3,700	3,700			
Transportation	2									
Gas										
Other	3				730	730	730	1,900	1,997	2,100
<b>Community</b>		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sportsfields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses	7									
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing	8									
Other										

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<u>Heritage assets</u>		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									
<u>Investment properties</u>		-	-	-	-	-	-	-	-	-
Housing development										
Other										
<u>Other assets</u>		-	-	5,598	-	-	-	726	780	839
General vehicles				508						
Specialised vehicles	10	-	-	-	-	-	-	-	-	-
Plant & equipment				2,457						
Computers - hardware/equipment				-						
Furniture and other office equipment				1,246						
Abattoirs										
Markets										
Civic Land and Buildings				1,387						
Other Buildings										
Other Land										
Surplus Assets - (Investment or Inventory)										
Other								726	780	839
<u>Agricultural assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Biological assets</u>		-	-	-	-	-	-	-	-	-
List sub-class										
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (list sub-class)										
<b>Total Repairs and Maintenance Expenditure</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>9,048</b>	<b>11,280</b>	<b>11,280</b>	<b>11,280</b>	<b>6,253</b>	<b>6,590</b>	<b>6,946</b>
<u>Specialised vehicles</u>		-	-	-	-	-	-	-	-	-
Refuse										
Fire										
Conservancy										
Ambulances										
<b>R&amp;M as a % of PPE</b>		<b>0.0%</b>	<b>0.0%</b>	<b>2.3%</b>	<b>2.6%</b>	<b>2.6%</b>	<b>2.6%</b>	<b>1.6%</b>	<b>1.6%</b>	<b>1.6%</b>
<b>R&amp;M as % Operating Expenditure</b>		<b>0.0%</b>	<b>0.0%</b>	<b>5.6%</b>	<b>6.3%</b>	<b>6.3%</b>	<b>6.3%</b>	<b>3.0%</b>	<b>4.3%</b>	<b>4.3%</b>

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## MBRR SA35 - Future financial implications of the capital budget

NC062 Nama Khoi - Supporting Table SA35 Future financial implications of the capital budget

Vote Description	Ref	2013/14 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19	Present value
<b>R thousand</b>								
<b>Capital expenditure</b>	1							
Vote 1 - Municipal Manager		-	-	-				
Vote 2 - Financial Services		-	-	-				
Vote 3 - Corporate Services		4,000	4,216	4,444				
Vote 4 - Community Services: Community Development		1,865	1,966	2,072				
Vote 5 - Community Services: Public Safety		-	-	-				
Vote 6 - Electrical Engineering Services		12,240	12,901	13,598				
Vote 7 - Infrastructure, Engineering & Technical Services		17,859	18,823	19,840				
Vote 8 - [NAME OF VOTE 8]		-	-	-				
Vote 9 - [NAME OF VOTE 9]		-	-	-				
Vote 10 - [NAME OF VOTE 10]		-	-	-				
Vote 11 - [NAME OF VOTE 11]		-	-	-				
Vote 12 - [NAME OF VOTE 12]		-	-	-				
Vote 13 - [NAME OF VOTE 13]		-	-	-				
Vote 14 - [NAME OF VOTE 14]		-	-	-				
Vote 15 - [NAME OF VOTE 15]		-	-	-				
<i>List entity summary if applicable</i>								
<b>Total Capital Expenditure</b>		35,964	37,906	39,953	-	-	-	-
<b>Future operational costs by vote</b>	2							
Vote 1 - Municipal Manager								
Vote 2 - Financial Services								
Vote 3 - Corporate Services								
Vote 4 - Community Services: Community Development								
Vote 5 - Community Services: Public Safety								
Vote 6 - Electrical Engineering Services								
Vote 7 - Infrastructure, Engineering & Technical Services								
Vote 8 - [NAME OF VOTE 8]								
Vote 9 - [NAME OF VOTE 9]								
Vote 10 - [NAME OF VOTE 10]								
Vote 11 - [NAME OF VOTE 11]								
Vote 12 - [NAME OF VOTE 12]								
Vote 13 - [NAME OF VOTE 13]								
Vote 14 - [NAME OF VOTE 14]								
Vote 15 - [NAME OF VOTE 15]								
<i>List entity summary if applicable</i>								
<b>Total future operational costs</b>		-	-	-	-	-	-	-
<b>Future revenue by source</b>	3							
Property rates								
Property rates - penalties & collection charges								
Service charges - electricity revenue								
Service charges - water revenue								
Service charges - sanitation revenue								
Service charges - refuse revenue								
Service charges - other								
Rental of facilities and equipment								
<i>List other revenues sources if applicable</i>								
<i>List entity summary if applicable</i>								
<b>Total future revenue</b>		-	-	-	-	-	-	-
<b>Net Financial Implications</b>		35,964	37,906	39,953	-	-	-	-

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA36 - Detailed capital budget per municipal vote

NC062 Nama Khoi - Supporting Table SA36 Detailed capital budget

Municipal Vote/Capital project  R thousand	Ref  4	Program/Project description	Project number	IDP Goal code 2	Individually Approved (Yes/No) 6	Asset Class 3	Asset Sub-Class 3	GPS co-ordinates 5	Total Project Estimate	Prior year outcomes		2013/14 Medium Term Revenue & Expenditure Framework			Project information	
										Audited Outcome 2011/12	Current Year 2012/13 Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16	Ward location	New or renewal
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>																
Parent Capital expenditure	1											-	-	-		
Entities: <i>List all capital projects grouped by Entity</i>  Entity A Water project A  Entity B Electricity project B																

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR SA37 - Projects delayed from previous financial year

NC062 Nama Khoi - Supporting Table SA37 Projects delayed from previous financial year/s

Municipal Vote/Capital project	Ref. 1,2	Project name	Project number	Asset Class 3	Asset Sub- Class 3	GPS co- ordinates 4	Previous target year to complete	Current Year 2012/13		2013/14 Medium Term Revenue & Expenditure		
								Original Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand							Year					
<b>Parent municipality:</b> <i>List all capital projects grouped by Municipal Vote</i>				<i>Examples</i>	<i>Examples</i>							
<b>Entities:</b> <i>List all capital projects grouped by Municipal Entity</i>  <b>Entity Name</b> <i>Project name</i>												

### 2.8 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In-year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) has progressively improved and includes monthly published financial performance on the Municipality's website.

2. Internship program

Nama Khoi Municipality is participating in the Municipal Financial Management Internship program and has employed five interns undergoing training in various divisions of the Financial Services Department. Of the five interns one has been allocated under the Internal Audit Unit.

3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

4. Audit Committee

An Audit Committee has been established and is fully functional.

5. Service Delivery and Implementation Plan

The detail SDBIP document is at a final stage and will be finalized after approval of the 2013/14 MTREF.

6. Annual Report

The 2011/2012 Final Annual report was tabled as per requirement by the MFMA.

7. MFMA Training

The MFMA training module in electronic format will be presented at the Municipality's internal centre and training is ongoing.

8. Policies

Amendment on the financial policies are submitted together with this budget for approval.

# Nama Khoi Final Budget 2013-14/2015-16

## Other supporting documents

### MBRR Table SA1 - Supporting detail to budgeted financial performance

NC062 Nama Khoi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
R thousand											
<b>REVENUE ITEMS:</b>											
<u>Property rates</u>	6										
Total Property Rates		20,096	22,059	22,195	29,919	29,759	29,759		34,052	35,891	37,829
less Revenue Foregone											
Net Property Rates		20,096	22,059	22,195	29,919	29,759	29,759	-	34,052	35,891	37,829
<u>Service charges - electricity revenue</u>	6										
Total Service charges - electricity revenue		30,000	32,885	44,865	51,867	51,378	51,378		75,393	79,465	83,756
less Revenue Foregone				5,157							
Net Service charges - electricity revenue		30,000	32,885	39,707	51,867	51,378	51,378	-	75,393	79,465	83,756
<u>Service charges - water revenue</u>	6										
Total Service charges - water revenue		13,588	16,794	17,837	21,789	21,379	21,379		29,546	31,141	32,823
less Revenue Foregone											
Net Service charges - water revenue		13,588	16,794	17,837	21,789	21,379	21,379	-	29,546	31,141	32,823
<u>Service charges - sanitation revenue</u>											
Total Service charges - sanitation revenue		4,832	4,939	5,322	6,053	6,053	6,053		7,209	7,598	8,008
less Revenue Foregone											
Net Service charges - sanitation revenue		4,832	4,939	5,322	6,053	6,053	6,053	-	7,209	7,598	8,008
<u>Service charges - refuse revenue</u>	6										
Total refuse removal revenue		3,892	5,945	6,442	7,959	7,976	7,976		10,066	10,610	11,183
Total landfill revenue											
less Revenue Foregone											
Net Service charges - refuse revenue		3,892	5,945	6,442	7,959	7,976	7,976	-	10,066	10,610	11,183
<u>Other Revenue by source</u>											
List other revenue by source		10,634	4,049	2,902	35,914	27,999	27,999		5,642	5,736	6,046
Sale of Land and Buildings									7,719		
	3										
Total 'Other' Revenue	1	10,634	4,049	2,902	35,914	27,999	27,999	-	13,361	5,736	6,046



# Nama Khoi Final Budget 2013-14/2015-16

<b>EXPENDITURE ITEMS:</b>										
<b>Employee related costs</b>										
Basic Salaries and Wages	2	24,644	36,002	36,215	37,104	39,020	39,020		51,530	
Pension and UIF Contributions		5,129		6,078	7,190	7,190	7,190		6,429	
Medical Aid Contributions					1,205	1,205	1,205		1,373	
Overtime		1,252		2,179	1,851	1,851	1,851			
Performance Bonus		1,915								
Motor Vehicle Allowance		3,289		3,966					4,562	
Cellphone Allowance										
Housing Allowances		425		289	317	317	317		320	
Other benefits and allowances		448	5,211	3,680	8,153	8,153	8,153		4,575	
Payments in lieu of leave					332	332	332			
Long service awards										
Post-retirement benefit obligations	4	730		1,026	788	788	788			
<b>sub-total</b>	5	37,834	41,213	53,431	56,940	58,856	58,856	-	68,788	-
<b>Less: Employees costs capitalised to PPE</b>										
<b>Total Employee related costs</b>	1	37,834	41,213	53,431	56,940	58,856	58,856	-	68,788	-
<b>Contributions recognised - capital</b>										
<i>List contributions by contract</i>										
									-	
<b>Total Contributions recognised - capital</b>		-	-	-	-	-	-	-	-	-
<b>Depreciation &amp; asset impairment</b>										
Depreciation of Property, Plant & Equipment		12,708	630	857	7,103	7,103	7,103		2,600	7,973
Lease amortisation										
Capital asset impairment										
Depreciation resulting from revaluation of PPE	10									
<b>Total Depreciation &amp; asset impairment</b>	1	12,708	630	857	7,103	7,103	7,103	-	2,600	7,973
<b>Bulk purchases</b>										
Electricity Bulk Purchases		25,259	35,094	43,362	46,989	46,989	46,989		50,748	53,489
Water Bulk Purchases		14,660	14,393	14,680	19,814	19,814	19,814		21,796	22,973
<b>Total bulk purchases</b>	1	39,920	49,486	58,042	66,803	66,803	66,803	-	72,544	76,461
<b>Transfers and grants</b>										
Cash transfers and grants		13,569	34,897	9,872	-	-	-	-	6,226	-
Non-cash transfers and grants		-	-	-	-	-	-	-	-	-
<b>Total transfers and grants</b>	1	13,569	34,897	9,872	-	-	-	-	6,226	-
<b>Contracted services</b>										
Building Control		-			124	500	500			
Consultants		212								
Forensic Investigation		-								
GRAP		-								
IDP		-								
Internal Audit		-								
SABS		-								
Security		133	708							
Surveyor		-								
Valuation Roll		257								
Valuation Services		381								
Water										
Other				1,329					100	105
<b>sub-total</b>	1	983	708	1,329	124	500	500	-	100	105
<b>Allocations to organs of state:</b>										
Electricity										
Water										
Sanitation										
Other										
<b>Total contracted services</b>		983	708	1,329	124	500	500	-	100	105

<b>Other Expenditure By Type</b>											
Collection costs											
Contributions to 'other' provisions											
Consultant fees											
Audit fees											
General expenses	3	20,602	12,774	15,450	26,748	28,170	28,170		30,949	44,748	47,177
List Other Expenditure by Type											
Total 'Other' Expenditure	1	20,602	12,774	15,450	26,748	28,170	28,170	-	30,949	44,748	47,177
by Expenditure Item	8										
Employee related costs											
Other materials											
Contracted Services											
Other Expenditure		-	-	9,048	11,280	11,280	11,280		10,672	11,248	11,856
Total Repairs and Maintenance Expenditure	9	-	-	9,048	11,280	11,280	11,280	-	10,672	11,248	11,856

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## Matrix financial performance budget (revenue source/expenditure type and department)

NC062 Nama Khoi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)

Description	Ref	Vote 1 - Municipal Manager	Vote 2 - Financial Services	Vote 3 - Corporate Services	Vote 4 - Community Services: Community Development	Vote 5 - Community Services: Public Safety	Vote 6 - Electrical Engineering Services	Vote 7 - Infrastructure, Engineering & Technical Services	Vote 8 - [NAME OF VOTE 8]	Vote 9 - [NAME OF VOTE 9]	Vote 10 - [NAME OF VOTE 10]	Vote 11 - [NAME OF VOTE 11]	Vote 12 - [NAME OF VOTE 12]	Vote 13 - [NAME OF VOTE 13]	Vote 14 - [NAME OF VOTE 14]	Vote 15 - [NAME OF VOTE 15]	Total
R thousand	1																
<b>Revenue By Source</b>																	
Property rates																	-
Property rates - penalties & collection charges																	-
Service charges - electricity revenue																	-
Service charges - water revenue																	-
Service charges - sanitation revenue																	-
Service charges - refuse revenue																	-
Service charges - other																	-
Rental of facilities and equipment																	-
Interest earned - external investments																	-
Interest earned - outstanding debtors																	-
Dividends received																	-
Fines																	-
Licences and permits																	-
Agency services																	-
Other revenue																	-
Transfers recognised - operational																	-
Gains on disposal of PPE																	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Expenditure By Type</b>																	
Employee related costs																	-
Remuneration of councillors																	-
Debt impairment																	-
Depreciation & asset impairment																	-
Finance charges																	-
Bulk purchases																	-
Other materials																	-
Contracted services																	-
Transfers and grants																	-
Other expenditure																	-
Loss on disposal of PPE																	-
<b>Total Expenditure</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit)</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital																	-
Contributions recognised - capital																	-
Contributed assets																	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

# Nama Khoi Final Budget 2013-14/2015-16

NC062 Nama Khoi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'

Description	Ref	2009/10	2010/11	2011/12	Current Year 2012/13				2013/14 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
<b>R thousand</b>											
<b>ASSETS</b>											
<b>Call investment deposits</b>											
Call deposits < 90 days					8,622	8,622	8,622		10,000		
Other current investments > 90 days											
<b>Total Call investment deposits</b>	2	-	-	-	8,622	8,622	8,622	-	10,000	-	-
<b>Consumer debtors</b>											
Consumer debtors		7,718	9,852	4,490	89,374	89,374	89,374		156,266		
Less: Provision for debt impairment					(2,245)	(2,245)	(2,245)		(2,600)		
<b>Total Consumer debtors</b>	2	7,718	9,852	4,490	87,129	87,129	87,129	-	153,666	-	-
<b>Debt impairment provision</b>											
Balance at the beginning of the year					13,577	13,577	13,577		10,427		
Contributions to the provision					2,245	2,245	2,245		2,600		
Bad debts written off					(3,000)	(3,000)	(3,000)				
<b>Balance at end of year</b>		-	-	-	12,822	12,822	12,822	-	13,027	-	-
<b>Property, plant and equipment (PPE)</b>											
PPE at cost/valuation (excl. finance leases)		369,836	371,168	388,579	431,457	431,457	431,457		388,579	409,562	431,678
Leases recognised as PPE	3				840	840	840				
Less: Accumulated depreciation					(7,103)	(7,103)	(7,103)				
<b>Total Property, plant and equipment (PPE)</b>	2	369,836	371,168	388,579	439,400	439,400	439,400	-	388,579	409,562	431,678
<b>LIABILITIES</b>											
<b>Current liabilities - Borrowing</b>											
Short term loans (other than bank overdraft)											
Current portion of long-term liabilities		2,495	2,919	1,820	2,919	2,919	2,919		1,820	1,919	2,022
<b>Total Current liabilities - Borrowing</b>		2,495	2,919	1,820	2,919	2,919	2,919	-	1,820	1,919	2,022
<b>Trade and other payables</b>											
Trade and other creditors		20,221	9,755	39,212	9,606	9,606	9,606		41,228		
Unspent conditional transfers		4,567	20,011	14,592	5,600	5,600	5,600				
VAT		1,890	2,616	80	80	80	80				
<b>Total Trade and other payables</b>	2	26,678	32,382	53,805	15,285	15,285	15,285	-	41,228	-	-
<b>Non current liabilities - Borrowing</b>											
Borrowing		7,686	5,168	4,991	27,000	27,000	27,000		4,991	5,260	5,544
Finance leases (including PPP asset element)	4										
<b>Total Non current liabilities - Borrowing</b>		7,686	5,168	4,991	27,000	27,000	27,000	-	4,991	5,260	5,544
<b>Provisions - non-current</b>											
Retirement benefits		10,795	13,258								
List other major provision items											
Refuse landfill site rehabilitation		7,262	7,526		2,078	2,078	2,078				
Other				25,922					25,922	27,322	28,797
<b>Total Provisions - non-current</b>		18,057	20,785	25,922	2,078	2,078	2,078	-	25,922	27,322	28,797
<b>CHANGES IN NET ASSETS</b>											
<b>Accumulated Surplus/(Deficit)</b>											
Accumulated Surplus/(Deficit) - opening balance		297,682	317,200		345,284	345,284	345,284		325,236	342,798	361,309
GRAP adjustments		-									
Restated balance		297,682	317,200	-	345,284	345,284	345,284	-	325,236	342,798	361,309
Surplus/(Deficit)		19,518	(5,135)	763	18,836	8,806	8,806	-	35,776	61,265	64,561
Appropriations to Reserves											
Transfers from Reserves											
Depreciation offsets											
Other adjustments											
<b>Accumulated Surplus/(Deficit)</b>	1	317,200	312,065	763	364,121	354,090	354,090	-	361,012	404,063	425,870
<b>Reserves</b>											
Housing Development Fund											
Capital replacement		1,500	1,500								
Self-insurance											
Other reserves		23,855	23,855								
Revaluation											
<b>Total Reserves</b>	2	25,355	25,355	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	342,554	337,419	763	364,121	354,090	354,090	-	361,012	404,063	425,870

# Nama Khoi Final Budget 2013-14/2015-16

## MBRR Table SA9 – Social, economic and demographic statistics and assumptions

NC062 Nama Khoi - Supporting Table SA9 Social, economic and demographic statistics and assumptions

Description of economic indicator	Ref.	Basis of calculation	1996 Census	2001 Census	2007 Survey	2009/10	2010/11	2011/12	Current Year 2012/13	2013/14 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
<b>Demographics</b>												
Population												
Females aged 5 - 14												
Males aged 5 - 14												
Females aged 15 - 34												
Males aged 15 - 34												
Unemployment												
<b>Monthly household income (no. of households)</b>	1, 12											
No income												
R1 - R1 600												
R1 601 - R3 200												
R3 201 - R6 400												
R6 401 - R12 800												
R12 801 - R25 600												
R25 601 - R51 200												
R52 201 - R102 400												
R102 401 - R204 800												
R204 801 - R409 600												
R409 601 - R819 200												
> R819 200												
<b>Poverty profiles (no. of households)</b>												
< R2 060 per household per month	13											
Insert description	2											
<b>Household/demographics (000)</b>												
Number of people in municipal area												
Number of poor people in municipal area												
Number of households in municipal area												
Number of poor households in municipal area												
Definition of poor household (R per month)												
<b>Housing statistics</b>	3											
Formal												
Informal												
Total number of households			-	-	-	-	-	-	-	-	-	-
Dwellings provided by municipality	4											
Dwellings provided by province/s												
Dwellings provided by private sector	5											
Total new housing dwellings			-	-	-	-	-	-	-	-	-	-
<b>Economic</b>	6											
Inflation/inflation outlook (CPIX)												
Interest rate - borrowing												
Interest rate - investment												
Remuneration increases												
Consumption growth (electricity)												
Consumption growth (water)												
<b>Collection rates</b>	7											
Property tax/service charges												
Rental of facilities & equipment												
Interest - external investments												
Interest - debtors												
Revenue from agency services												

# Nama Khoi Final Budget 2013-14/2015-16

Detail on the provision of municipal services for A10

Total municipal services	Ref.		2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
			Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
		<b>Household service targets (000)</b>									
		<u>Water:</u>									
		Piped water inside dwelling									
		Piped water inside yard (but not in dwelling)									
8		Using public tap (at least min.service level)									
10		Other water supply (at least min.service level)									
		<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-	-	-
9		Using public tap (< min.service level)									
10		Other water supply (< min.service level)									
		No water supply									
		<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-
		<b>Total number of households</b>	-	-	-	-	-	-	-	-	-
		<u>Sanitation/sewerage:</u>									
		Flush toilet (connected to sewerage)									
		Flush toilet (with septic tank)									
		Chemical toilet									
		Pit toilet (ventilated)									
		Other toilet provisions (> min.service level)									
		<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-	-	-
		Bucket toilet									
		Other toilet provisions (< min.service level)									
		No toilet provisions									
		<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-
		<b>Total number of households</b>	-	-	-	-	-	-	-	-	-
		<u>Energy:</u>									
		Electricity (at least min.service level)									
		Electricity - prepaid (min.service level)									
		<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-	-	-
		Electricity (< min.service level)									
		Electricity - prepaid (< min. service level)									
		Other energy sources									
		<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-
		<b>Total number of households</b>	-	-	-	-	-	-	-	-	-
		<u>Refuse:</u>									
		Removed at least once a week									
		<i>Minimum Service Level and Above sub-total</i>	-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week									
		Using communal refuse dump									
		Using own refuse dump									
		Other rubbish disposal									
		No rubbish disposal									
		<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-
		<b>Total number of households</b>	-	-	-	-	-	-	-	-	-

# Nama Khoi Final Budget 2013-14/2015-16

Municipal in-house services	Ref.		2009/10	2010/11	2011/12	Current Year 2012/13			2013/14 Medium Term Revenue & Expenditure Framework		
			Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2013/14	Budget Year +1 2014/15	Budget Year +2 2015/16
		<u>Household service targets (000)</u>									
		<u>Water:</u>									
		Piped water inside dwelling									
		Piped water inside yard (but not in dwelling)									
8		Using public tap (at least min.service level)									
10		Other water supply (at least min.service level)									
		Minimum Service Level and Above sub-total	-	-	-	-	-	-	-	-	-
9		Using public tap (< min.service level)									
10		Other water supply (< min.service level)									
		No water supply									
		Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-
		Total number of households	-	-	-	-	-	-	-	-	-
		<u>Sanitation/sewerage:</u>									
		Flush toilet (connected to sewerage)									
		Flush toilet (with septic tank)									
		Chemical toilet									
		Pit toilet (ventilated)									
		Other toilet provisions (> min.service level)									
		Minimum Service Level and Above sub-total	-	-	-	-	-	-	-	-	-
		Bucket toilet									
		Other toilet provisions (< min.service level)									
		No toilet provisions									
		Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-
		Total number of households	-	-	-	-	-	-	-	-	-
		<u>Energy:</u>									
		Electricity (at least min.service level)									
		Electricity - prepaid (min.service level)									
		Minimum Service Level and Above sub-total	-	-	-	-	-	-	-	-	-
		Electricity (< min.service level)									
		Electricity - prepaid (< min. service level)									
		Other energy sources									
		Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-
		Total number of households	-	-	-	-	-	-	-	-	-
		<u>Refuse:</u>									
		Removed at least once a week									
		Minimum Service Level and Above sub-total	-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week									
		Using communal refuse dump									
		Using own refuse dump									
		Other rubbish disposal									
		No rubbish disposal									
		Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-
		Total number of households	-	-	-	-	-	-	-	-	-

## Nama Khoi Final Budget 2013-14/2015-16

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### MBRR SA32 – List of external mechanisms

#### NC062 Nama Khoi - Supporting Table SA32 List of external mechanisms

External mechanism	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
Name of organisation		Number			R thousand



**Municipal manager's quality certificate**

I Nevie Aubrey Baartman, municipal manager of Nama Khoi, hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name \_\_\_\_\_

Municipal manager of Nama Khoi (NC062)

Signature \_\_\_\_\_

Date \_\_\_\_\_

